Form 3160-3 (August 1999)

# UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

| BUREAU OF LAND N  | MANAGEMENT             |                                      |                          | UTU-01393-D                                  | _                           |  |
|---|------------------------|--------------------------------------|--------------------------|--|-----------------------------|--|
| APPLICATION FOR PERMIT  | 6. If Indian, Allottee | 6. If Indian, Allottee or Tribe Name |                          |  |                             |  |
| APPLICATION FOR PERIVIT   | TO DRILL O             | IN INCLINITED                        |                          |  | 131                         |  |
| 1a. Type of Work: X DRILL   | REENTER                |                                      |                          | 7. If Unit or CA Agre                        | ement, Name and No.         |  |
|   |                        |                                      |                          | 8. Lease Name and V                          | /ell No.                    |  |
| b. Type of Well: Oil Well Gas Well Other  |                        | Single Zone 🛛 🗶                      | Multiple Zone            | FEDERAL 102                                  | 21-240                      |  |
| 2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP   |                        |                                      |                          | 9. API Well No. 43 C4                        | 738173                      |  |
| 3A. Address   | 3b. Phone N            | lo. (include area co                 | de)                      | 10. Field and Pool, or                       | •                           |  |
| 1368 SOUTH 1200 EAST VERNAL, UT 84078   | (435) 781              |                                      |                          | NATURAL BUTT                                 |                             |  |
| 4. Location of Well (Report location clearly and in accordance  | with any State red     | guirements.*)<br>39, 92654           | 19                       | 11. Sec., T., R., M., o                      | r Blk, and Survey or Area   |  |
| At surface SWSE 161'FSL, 1821'FEL 628   |                        | - 109.49                             | 15028                    | SEC 24, T10S, R                              | 21F                         |  |
| At proposed prod. Zone 442  | 04781                  | 707.7                                | 13828                    | 12. County or Parish                         | 13. State                   |  |
| 14. Distance in miles and direction from nearest town or post off 20.3 MILES SOUTHEAST OF OURAY, UTAH | ice*                   |                                      |                          | UINTAH                                       | UTAH                        |  |
| 15. Distance from proposed*   | 16. No. of             | Acres in lease                       | 17. Spacing Unit         | dedicated to this well                       |                             |  |
| location to nearest   |                        |                                      | 40.00                    |  |                             |  |
| (Also to nearest drig. unit line, if any)   | 562.50                 |                                      | 40.00<br>20. BLM/BIA Box | nd No. on file                               |                             |  |
| <ol> <li>Distance from proposed location*<br/>to nearest well, drilling, completed,</li> </ol> REFER  | TO 19. Propose         | ed Depth                             | BOND NO. 29              |  |                             |  |
| applied for, on this lease, ft. TOPO C  | 8750'                  |                                      | BOND NO. 25              |  |                             |  |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.)   | 22. Approx             | imate date work wi                   | ll start*                | 23. Estimated duratio                        | n                           |  |
| 5272'GL   |                        |                                      |                          |  | <u> </u>                    |  |
|   |                        | Attachments                          |                          |  |                             |  |
| The following, completed in accordance with the requirements of                                       | f Onshore Oil and      |                                      |                          |  |                             |  |
| 1. Well plat certified by a registered surveyor.  |                        | 4. Bond to co                        | ver the operations       | unless covered by an exist                   | ing bond on file (see       |  |
| 2. A Drilling Plan.   |                        | Item 20 ab                           | ove).                    |  |                             |  |
| 3. A Surface Use Plan (if the location is on National Forest Systemment)                              | em Lands, the          | 5. Operator ce                       |                          |  |                             |  |
| SUPO shall be filed with the appropriate Forest Service Office  |                        | 6. Such other                        | site specific informa    | ation and/or plans as may be required by the |                             |  |
| ,   |                        | authorized                           | office.                  |  |                             |  |
| 25. Signature   | Na                     | me (Printed/Typed,                   | )                        |  | Date                        |  |
|   | SI                     | IEILA UPCHE                          | GO                       |  | 5/23/2006                   |  |
| Fittle Comments   |                        |                                      |                          |  |                             |  |
| REGULATORY ANALYST  |                        |                                      |                          |  |                             |  |
| Approved by (Aignature)   | ı Na                   | me (Printed/Typed)                   | )                        | <u>'</u>                                     | Date<br>06-07-06            |  |
| Colyn XX  |                        | BRADLE                               | Y G. HILL                |  | 06-0100                     |  |
| Title   | 'Off<br>               | *ENVIRONMEN                          | TAL MANAGER              |  |                             |  |
| Application approval does not warrant or certify that the applicant                                   | nt holds legal or e    | equitable title to the               | se rights in the subj    | ect lease which would enti                   | tle the applicant to conduc |  |
| Application approval does not warrant or certify that the approval                                    |                        | •                                    | -                        |  |                             |  |

operations thereon.

Conditions of approval, if any, are attached.

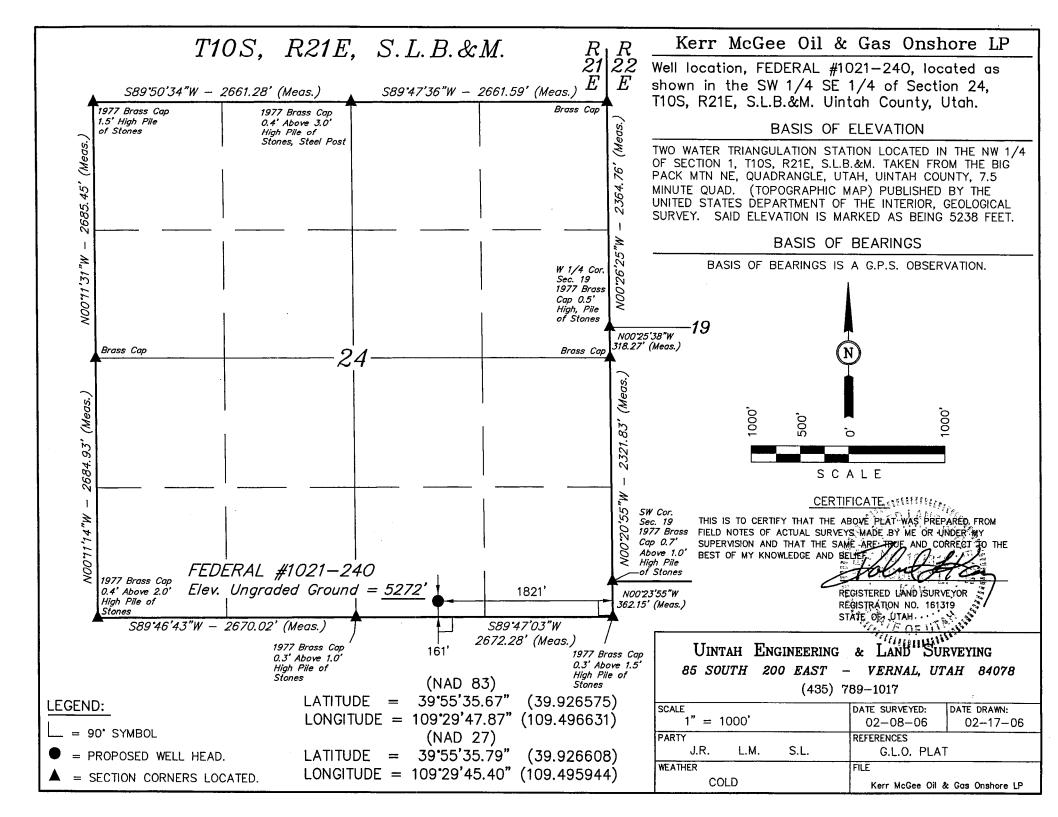
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

RECEIVED

MAY 3 0 2006

Federal Approval of this Action Is Necessary



# FEDERAL #1021-240 SW/SE Sec. 24, T10S,R21E UINTAH COUNTY, UTAH UTU-01393-D

# **ONSHORE ORDER NO. 1**

#### DRILLING PROGRAM

# 1. Estimated Tops of Important Geologic Markers:

| Formation   | <u>Depth</u>       |
|-------------|--------------------|
| Uinta       | 0- Surface<br>971' |
| Green River |                    |
| Mahogany    | 1902'              |
| Wasatch     | 4132'              |
| Mesaverde   | 6731'              |
| MVU2        | 7721'              |
| MVL1        | 8300'              |
| TD          | 8750'              |
|             |                    |

# 2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

| Substance      | <u>Formation</u>        | Depth         |
|----------------|-------------------------|---------------|
|                | Green River<br>Mahogany | 971'<br>1902' |
| Gas            | Wasatch                 | 4132'         |
| Gas            | Mesaverde               | 6731'         |
| Gas            | MVU2                    | 7721'         |
| Gas            | MVL1                    | 8300'         |
| Water          | N/A                     |               |
| Other Minerals | N/A                     |               |

# 3. Pressure Control Equipment (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

## 4. Proposed Casing & Cementing Program:

Please see the Natural Buttes Unit SOP.

#### 5. Drilling Fluids Program:

Please see the Natural Buttes Unit SOP.

#### 6. Evaluation Program:

Please see the Natural Buttes Unit SOP.

#### 7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 8750' TD, approximately equals 5425 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3500 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

## 8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

#### 9. <u>Variances:</u>

Please see Natural Buttes Unit SOP.

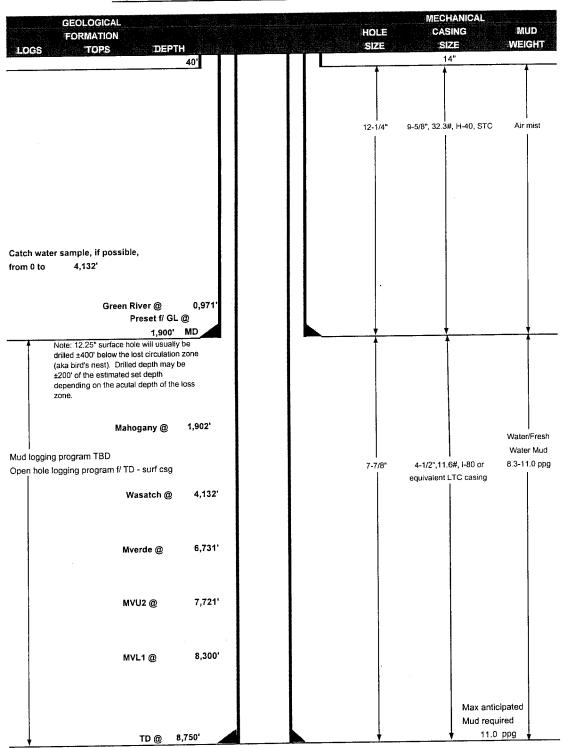
#### 10. Other Information:

Please see Natural Buttes Unit SOP.



# KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

| COMPANY NAME     | ΚE | ERR-McGEE  | OIL & GAS ON  | ISHORE LP  |          | DATE      | 1      | /lay 23, 2 | 2006      |        |     |               |
|------------------|----|------------|---------------|------------|----------|-----------|--------|------------|-----------|--------|-----|---------------|
| WELL NAME        | F  | EDERAL     | 1021-240      |            |          | TD        | 8      | ,750'      | MD/TVD    | 1      |     | <u></u>       |
| FIELD Natural B  | _  |            | COUNTY Uint   | tah ST     | ATE L    | Jtah      | ELE\   | /ATION     | 5,27      | 72' GL | KB  | 5,287'        |
| SURFACE LOCATIO  |    |            | TION 24, T10S |            | 'FSL, 18 | 821'FEL   |        |            |           |        | BHL | Straight Hole |
|                  |    | Latitude:  | 39.926575     | Longitude: | 109.4    | 196631    |        |            |           |        |     |               |
| OBJECTIVE ZONE(S | S) | Wasatch/M  |               |            |          |           |        |            |           |        |     |               |
| ADDITIONAL INFO  |    | Regulatory | Agencies: BLM | (SURF & N  | IINERA   | LS), UDOG | M, Tri | -County I  | Health De | pt.    |     |               |





## KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

#### CASING PROGRAM

|            |        |    |       |      |       |      |       |                    | DESIGN FACTO | ORS            |
|------------|--------|----|-------|------|-------|------|-------|--------------------|--------------|----------------|
|            | SIZE   | IN | TERV  | AL   | WT.   | GR.  | CPLG. | BURST              | COLLAPSE     | TENSION        |
| CONDUCTOR  | 14"    |    | 0-40' |      |       |      |       | 2270               | 1370         | 254000         |
| SURFACE    | 9-5/8" | 0  | to    | 1900 | 32.30 | H-40 | STC   | 0.74******<br>7780 | 1.54<br>6350 | 4.73<br>201000 |
| PRODUCTION | 4-1/2" | 0  | to    | 8750 | 11.60 | 1-80 | LTC   | 2.53               | 1,27         | 2.27           |
|            |        |    |       |      |       |      |       |                    |              |                |

<sup>1)</sup> Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)

(Burst Assumptions: TD =

11.0 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

3080 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

#### CEMENT PROGRAM

| <b>!</b>        | FT. OF FILL | DESCRIPTION                             | SACKS      | EXCESS        | WEIGHT     | YIELD |
|-----------------|-------------|---|------------|---------------|------------|-------|
| SURFACE LEAD    | 500         | Premium cmt + 2% CaCl                   | 215        | 60%           | 15.60      | 1.18  |
| Option 1        |             | + .25 pps flocele                       |            |               |            |       |
| TOP OUT CMT (1) | 200         | 20 gals sodium silicate + Premium cmt   | 50         |               | 15.60      | 1.18  |
|                 |             | + 2% CaCl + .25 pps flocele             |            |               |            |       |
| TOP OUT CMT (2) | as required | Premium cmt + 2% CaCl                   | as req.    |               | 15.60      | 1.18  |
| SURFACE         |             | NOTE: If well will circulate water to s | urface, op | tion 2 will b | e utilized |       |
| Option 2 LEAD   | 1500        | Prem cmt + 16% Gel + 10 pps gilsonite   | 170        | 35%           | 11.00      | 3.82  |
| •               |             | +.25 pps Flocele + 3% salt BWOC         |            |               |            |       |
| TAIL            | 500         | Premium cmt + 2% CaCl                   | 180        | 35%           | 15.60      | 1.18  |
| Ì               |             | + .25 pps flocele                       |            |               |            |       |
| TOP OUT CMT     | as required | Premium cmt + 2% CaCl                   | as req.    |               | 15.60      | 1.18  |
| İ               |             |   |            |               |            |       |
| PRODUCTION LEAD | 3,630'      | Premium Lite II + 3% KCl + 0.25 pps     | 400        | 60%           | 11.00      | 3.38  |
|                 |             | celloflake + 5 pps gilsonite + 10% gel  | 1          |               |            |       |
|                 |             | + 0.5% extender                         |            |               |            |       |
|                 |             |   |            |               |            |       |
| TAIL            | 5,120       | 50/50 Poz/G + 10% salt + 2% gel         | 1430       | 60%           | 14.30      | 1.31  |
|                 |             | +.1% R-3                                |            |               |            |       |

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

## FLOAT EQUIPMENT & CENTRALIZERS

| SURFACE    |                          | Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread tock guide shoe. |            |                             |                   |         |            |        |  |  |  |  |
|------------|--------------------------|---|------------|-----------------------------|-------------------|---------|------------|--------|--|--|--|--|
|            |                          |   |            |                             |                   |         |            | :      |  |  |  |  |
| PRODUCTION | Float shoe, spring centr |   | Centralize | e first 3 joints & every th | nird joint to top | of tail | cement wil | th bow |  |  |  |  |
|            |                          |   |            |                             |                   |         |            |        |  |  |  |  |

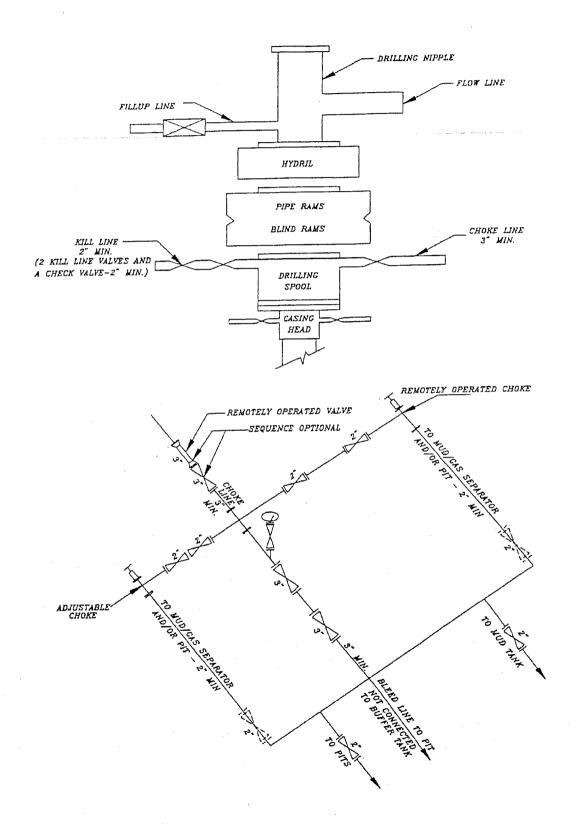
#### ADDITIONAL INFORMATION

|       | BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &       |   |                                      |  |  |  |  |
|-------|--|---|--------------------------------------|--|--|--|--|
|       | tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper |   |                                      |  |  |  |  |
|       | & lower kelly valves.  |   |                                      |  |  |  |  |
|       | Drop Tolco surveys every 2000'. Maximum allowable hole angle is 5 degrees.   |   |                                      |  |  |  |  |
|       | Most rigs have PVT Systems   | s for mud monitoring. If no PVT is available, | visual monitoring will be utililzed. |  |  |  |  |
| LLING | ENGINEER:  |   | DATE:                                |  |  |  |  |
|       |  | Brad Laney                                    |                                      |  |  |  |  |
|       |  |   |                                      |  |  |  |  |
| LLING | SUPERINTENDENT:  |   | DATE:                                |  |  |  |  |

<sup>2)</sup> MASP (Prod Casing) = Pore Pressure at TD - (.22 psi/ft-partial evac gradient x TD)

<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

# 5M BOP STACK and CHOKE MANIFOLD SYSTEM



# FEDERAL #1021-240 SWSE SEC 24-T10S-R21E UINTAH COUNTY, UTAH UTU-01393-D

#### ONSHORE ORDER NO. 1

# MULTI-POINT SURFACE USE & OPERATIONS PLAN

#### 1. Existing Roads:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

#### 2. Planned Access Roads:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

A rights-of-way will be required for the access road approximately 0.3 +/-miles of new access road is proposed going off lease to UTU-02277-B in Section 25, T10S, R21E to the NBU 1021-25C location.. Refer to Topo Map B.

# 3. <u>Location of Existing Wells Within a 1-Mile Radius</u>

Please refer to Topo Map C.

# 4. Location of Existing & Proposed Facilities

Please see the Natural Buttes Unit SOP.

Refer to Topo Map D for the location of the proposed pipeline.

# Variances to Best Management Practices (BMPs) Requested:

A rights-of-way will be required for the proposed pipeline approximately 1719' of 4" steel pipeline will be installed from the location back to the proposed pipeline for the NBU 1021-25C location to an existing pipeline. The pipeline shall be installed on surface within the access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within theaccess road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurated bedrock, such as sandstone, is at or within 2 feet of the surface and the soil has a poor history for successful rehabilitation.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon Brown (2.5Y 6/2), a non-reflective earthtone.

# 5. Location and Type of Water Supply:

Please see the Natural Buttes SOP.

## 6. Source of Construction Materials

Please see the Natural Buttes SOP.

# 7. Methods of Handling Waste Materials

Please see the Natural Buttes SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E (Request is in lieu of filing Form 3160-5, after initial production).

#### 8. Ancillary Facilities

Please see the Natural Buttes SOP.

# 9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

A 20 mil reserve pit liner (double layer) with felt will be used. As discussed at the on-site inspection.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

# 10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

When the pit is backfilled, the topsoil pile shall be spread on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The following seed mixture will be used to reclaim the surface for interim reclamation using appropriate reclamation methods. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for *drilled* seed are:

| Crested Wheat Grass     | 4 lbs. |
|-------------------------|--------|
| Indian Rice Grass       | 4 lbs. |
| Needle and Thread Grass | 4 lbs. |

Operator shall call the BLM for the seed mixture when final reclamation occurs.

#### 11. Surface Ownership:

The well pad and access road are located on lands owned by:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

#### 12. Other Information:

A Class III archaeological survey has been completed and submitted by MOAC on April 12, 2006 Report No. 06-93.

A Paleontological Reconnaissance will be submitted when report becomes available.

**CRITICAL SOILS:** - No Construction when wet.

#### WILDLIFE STIPS:

**ANTELOPE:** - No Construction or Drilling May 15<sup>th</sup> – June 20<sup>th</sup>.

GOLDEN EAGLE: - No Construction or Drilling February 1st - July 15th.

# 13. Lessee's or Operator's Representative & Certification:

Sheila Ucphego Regulatory Analyst Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7024 Randy Bayne Drilling Manager Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by BLM Nationwide Bold #2971100-2533.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Sheila Upchego Date

# Kerr-McGee Oil & Gas Onshore LP FEDERAL #1021-240 SECTION 24, T10S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 11.2 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 6.6 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.1 MILES TO THE BEGINNING OF THE PROPOSED ACCESS FOR THE #1021-25G TO THE EAST; FOLLOW ROAD FLAGS IN AN EASTERLY DIRECTION APPROXIMATELY 0.7 MILES TO THE BEGINNING OF THE PROPOSED ACCESS FOR THE #1021-25C TO THE NORTHEAST; FOLLOW ROAD FLAGS IN A NORTHEASTERLY, THEN NORTHWESTERLY DIRECTION APPROXIMATELY 0.4 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE NORTHEAST; FOLLOW ROAD FLAGS IN A NORTHEASTERLY, THEN NORTHWESTERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 51.3 MILES.

# Kerr-McGee Oil & Gas Onshore LP

FEDERAL #1021-240 LOCATED IN UINTAH COUNTY, UTAH **SECTION 24, T10S, R21E, S.L.B.&M.** 

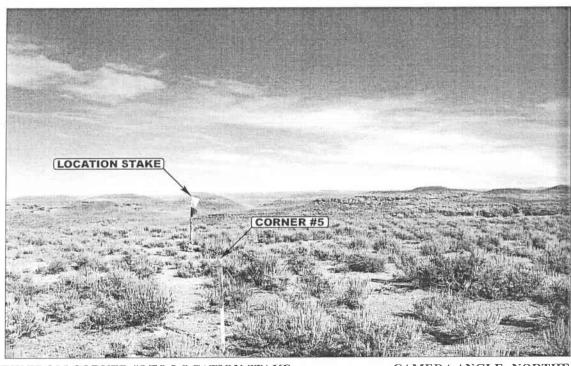


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

**CAMERA ANGLE: NORTHEASTERLY** 

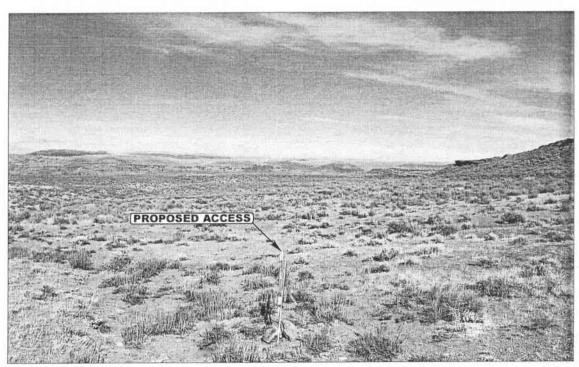


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

**CAMERA ANGLE: NORTHEASTERLY** 



Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

**LOCATION PHOTOS** 

MONTH DAY YEAR

**РНОТО** 

TAKEN BY: J.R. | DRAWN BY: B.C. | REVISED: 00-00-00

# Kerr-McGee Oil & Gas Onshore LP

FEDERAL #1021-240
PIPELINE ALIGNMENT
LOCATED IN UINTAH COUNTY, UTAH
SECTION 24, T10S, R21E, S.L.B.&M.

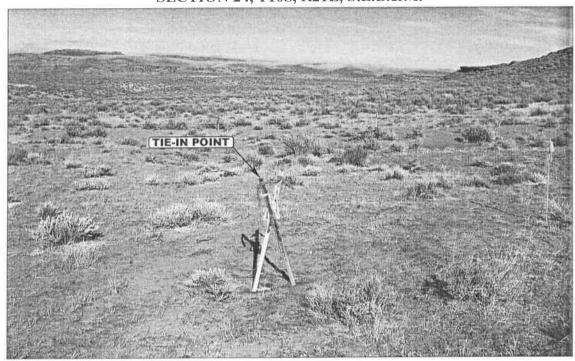


PHOTO: VIEW FROM TIE-IN POINT

**CAMERA ANGLE: NORTHEASTERLY** 

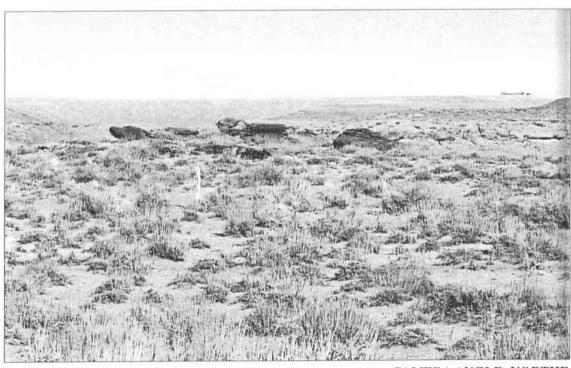
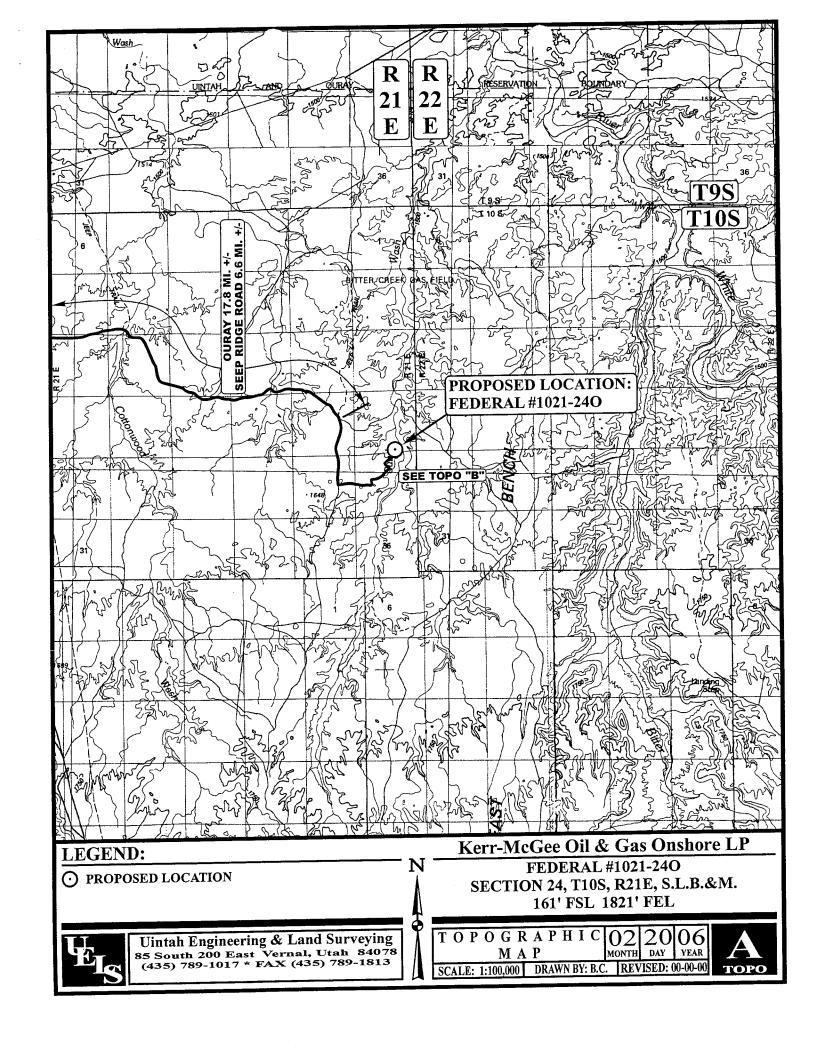


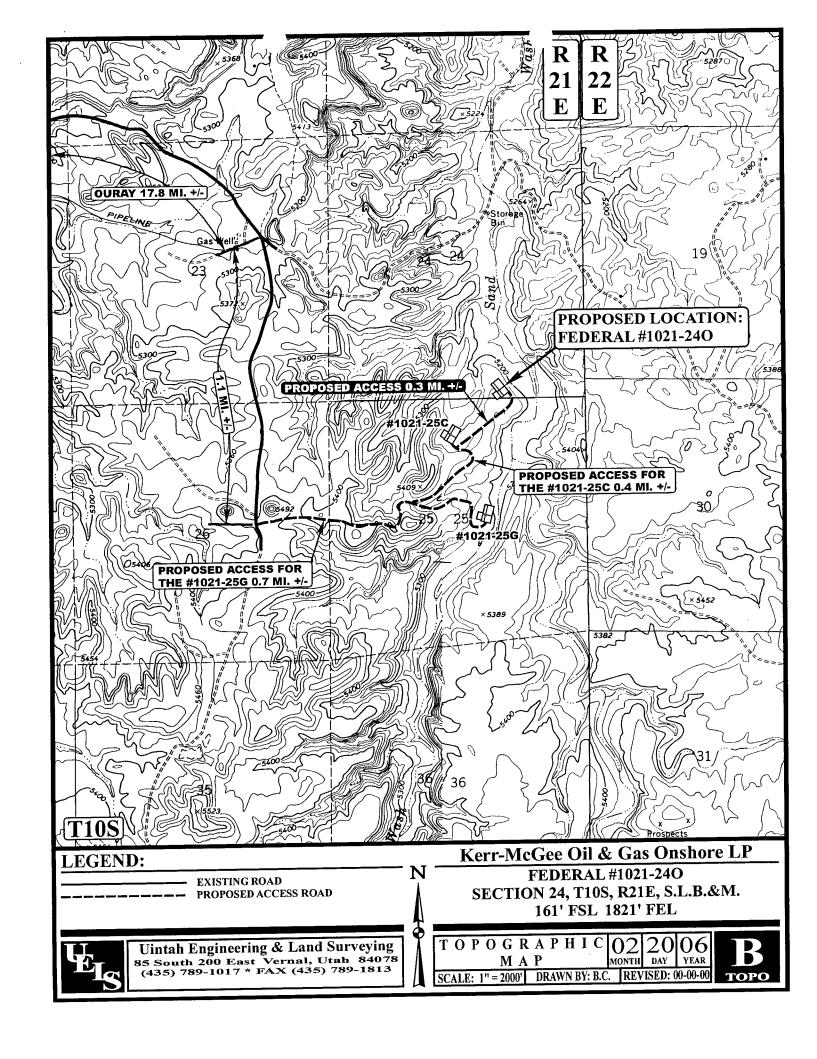
PHOTO: VIEW OF PIPELINE ALIGNMENT

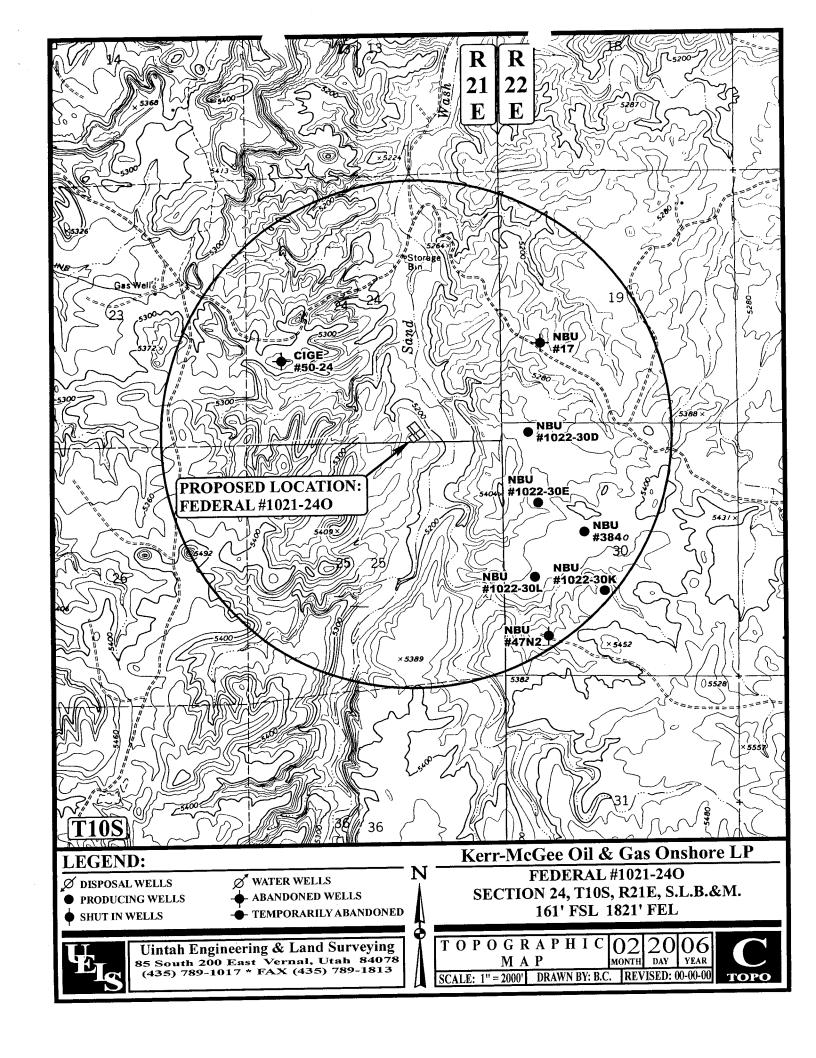
**CAMERA ANGLE: NORTHEASTERLY** 

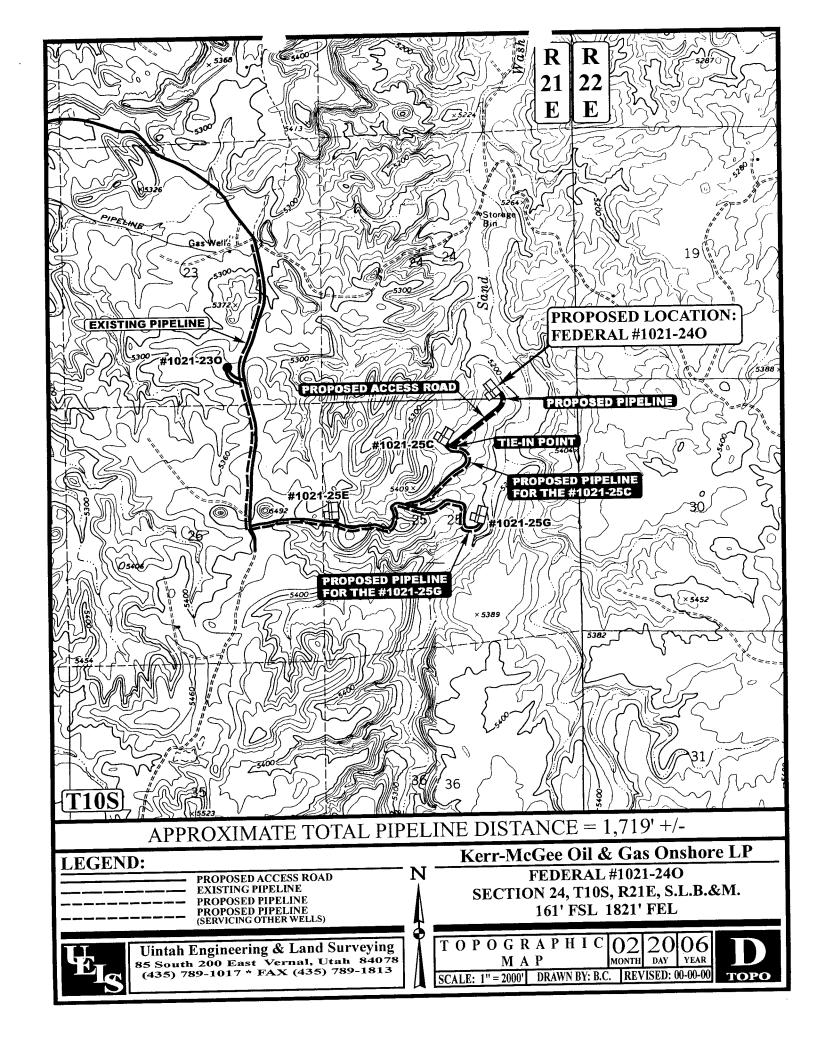


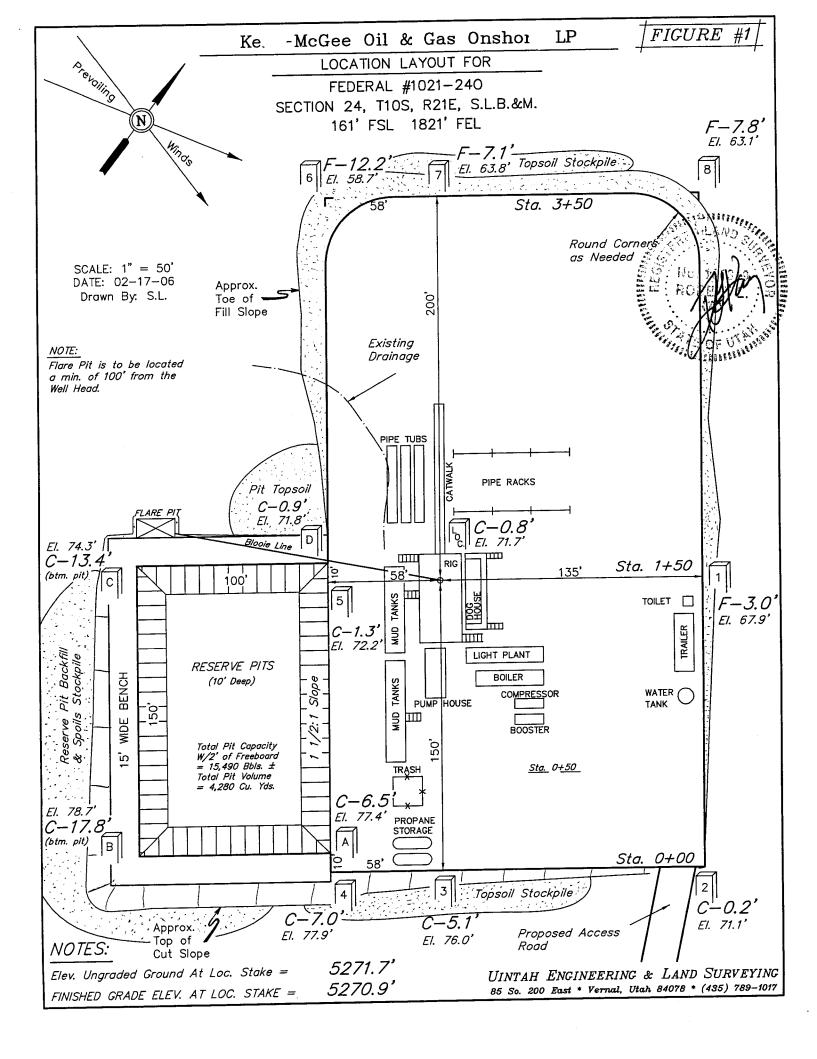
| PIPELINE       | PHOTOS        | 02<br>MONTH | 20<br>DAY | 06<br>YEAR | рното |
|----------------|---------------|-------------|-----------|------------|-------|
| TAKEN BY: J.R. | DRAWN BY: B.C | . REV       | ISED: 0   | 00-00-00   |       |

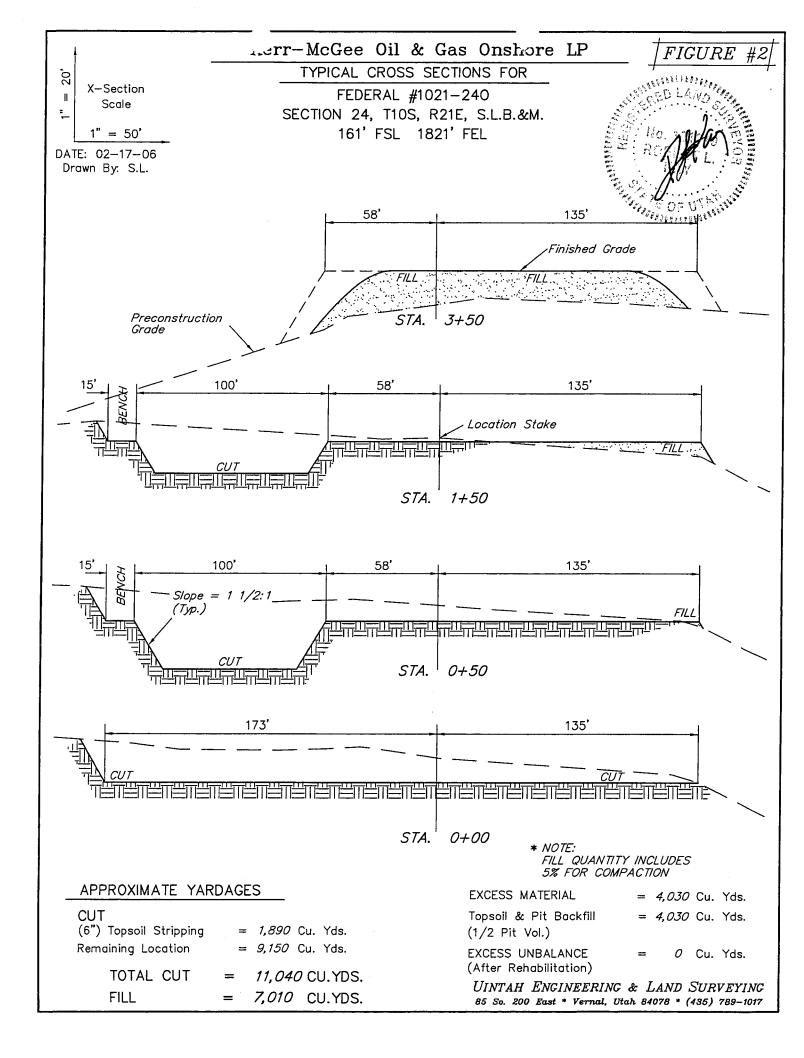






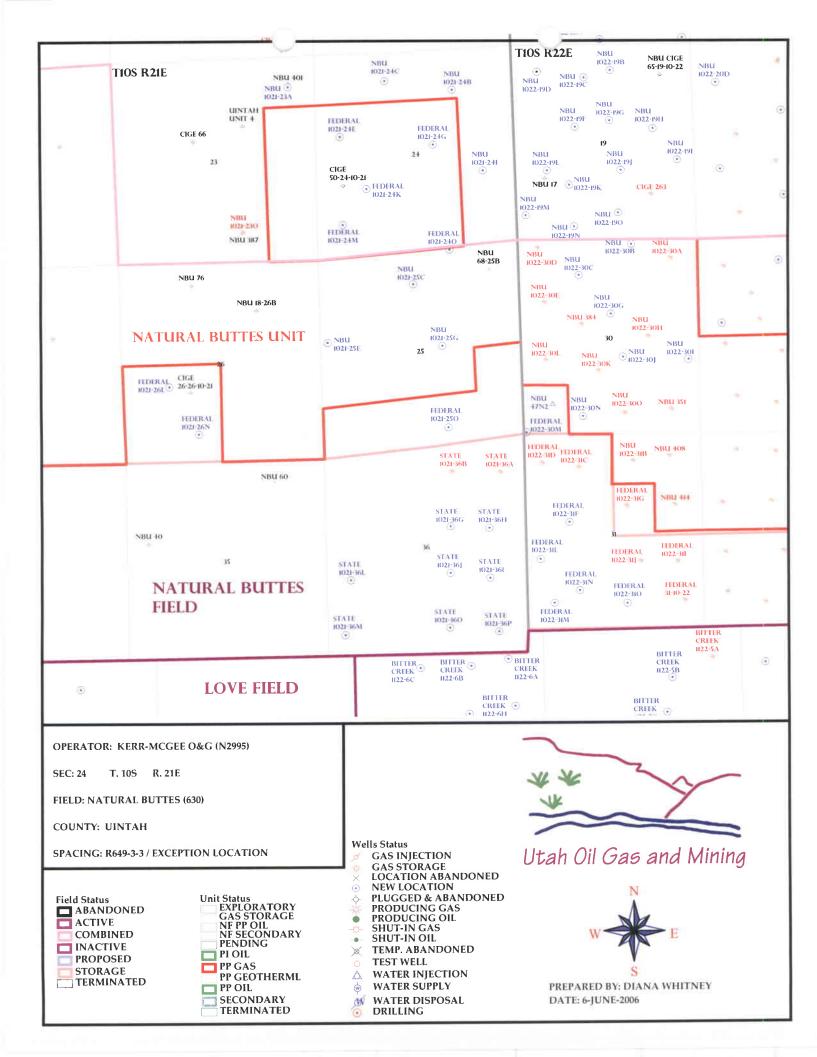






# WORKSHEET APPLICATION FOR PERMIT TO DRILL

| APD RECEIVED: 05/30/2006  | API NO. ASSIGNED: 43-047-38173  |  |  |  |  |  |  |
|---|---|--|--|--|--|--|--|
| WELL NAME: FEDERAL 1021-240 OPERATOR: KERR-MCGEE OIL & GAS ( N2995 ) CONTACT: SHEILA UPCHEGO              | PHONE NUMBER: 435-781-7024  |  |  |  |  |  |  |
| PROPOSED LOCATION:  | INSPECT LOCATN BY: / /  |  |  |  |  |  |  |
| SWSE 24 100S 210E   | Tech Review Initials Date   |  |  |  |  |  |  |
| SURFACE: 0161 FSL 1821 FEL<br>BOTTOM: 0161 FSL 1821 FEL   | Engineering   |  |  |  |  |  |  |
| COUNTY: UINTAH  | Geology   |  |  |  |  |  |  |
| LATITUDE: 39.92655 LONGITUDE: -109.4958   | Surface   |  |  |  |  |  |  |
| UTM SURF EASTINGS: 628539 NORTHINGS: 44204 FIELD NAME: NATURAL BUTTES (630                                | /8  |  |  |  |  |  |  |
| LEASE TYPE: 1 - Federal  LEASE NUMBER: UTU-01393-D  SURFACE OWNER: 1 - Federal  RECEIVED AND/OR REVIEWED: | PROPOSED FORMATION: WSMVD  COALBED METHANE WELL? NO  LOCATION AND SITING: |  |  |  |  |  |  |
|   | R649-2-3.   |  |  |  |  |  |  |
| Plat Bond: Fed[1] Ind[] Sta[] Fee[]   | <del></del>   |  |  |  |  |  |  |
| (No. 2971100-2533)  | Unit:   |  |  |  |  |  |  |
| N Potash (Y/N)  | R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells           |  |  |  |  |  |  |
| Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit   | R649-3-3. Exception   |  |  |  |  |  |  |
| (No. 43-8496 )  | Drilling Unit   |  |  |  |  |  |  |
| RDCC Review (Y/N)   | Board Cause No:   |  |  |  |  |  |  |
|   | Eff Date:Siting:  |  |  |  |  |  |  |
| Fee Surf Agreement (Y/N)  NH Intent to Commingle (Y/N)  |   |  |  |  |  |  |  |
| MA Intent to Commingle (Y/N)  | R649-3-11. Directional Drill  |  |  |  |  |  |  |
| COMMENTS: Sop, Seperal 6 Ce   |   |  |  |  |  |  |  |
|   |   |  |  |  |  |  |  |
| STIPULATIONS: 1 - Louis Orpport   |   |  |  |  |  |  |  |
| 2- Spacing Ship   |   |  |  |  |  |  |  |
| 3 OIL SHALE   | -   |  |  |  |  |  |  |
|   |   |  |  |  |  |  |  |





**Kerr-McGee Oil & Gas OnShore LP** 1999 Broadway, Suite 3700, Denver, Colorado 80202 303-296-3600 • Fax 303-296-3601

April 3, 2006

Ms. Diana Whitney Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, UT 84114-6100

RE:

Federal 1021-24O

T10S-R21E

Section 24: SWSE 161' FSL, 1,821' FEL Uintah County, Utah

Dear Ms. Whitney:

Kerr-McGee Oil & Gas Onshore LP, formerly known as Westport Oil and Gas Company, L.P. has submitted a permit to drill the captioned well to test the Wasatch and Mesaverde formations. The well is located at an exception location to State Rule 649-3-2 (State Wide). The well location was moved for topographic reasons. Kerr-McGee owns 100% of the leasehold within 460 feet of the exception location of the offset lands and has no objection to the exception location.

Kerr-McGee requests your approval of this exception location. If you have any questions, call me at 720-264-2618. Thank you for your assistance.

Sincerely,

W. Chris Latimer, CPL

Senior Landman

cc: Raleen Weddle

RECEIVED
APR 0 5 2006



#### State of Utah

## Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

June 7, 2006

Kerr-McGee Oil & Gas Onshore LP 1368 S 1200 E Vernal, UT 84078

Re:

Federal 1021-240 Well, 161' FSL, 1821' FEL, SW SE, Sec. 24, T. 10 South,

R. 21 East, Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API dentification number assigned to this well is 43-047-38173.

Sincerely,

Gil Hunt

Associate Director

XIIXIT

pab Enclosures

cc:

**Uintah County Assessor** 

Bureau of Land Management, Vernal District Office

| Operator:          | Kerr-McGee Oil & Gas Onshore LP |                    |            |  |  |  |
|--------------------|---------------------------------|--------------------|------------|--|--|--|
| Well Name & Number | Federal 1021-24C                | )                  |            |  |  |  |
| API Number:        | 43-047-38173                    |                    |            |  |  |  |
| Lease:             | UTU-01393-D                     |                    |            |  |  |  |
| Location: SW SE    | Sec. 24                         | <b>T.</b> 10 South | R. 21 East |  |  |  |

**Conditions of Approval** 

Sec. 24

#### 1. General

Location: SW SE

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

# 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

# 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 5. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

Page 2 43-047-38173 June 7, 2006

6. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Form 3160-5 (August 1999)

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

# SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an

5. Lease Serial No.

6. If Indian, Allottee or Tribe Name

| J | I | U | -0 | 1 | 3 | 93 | -L | ) |
|---|---|---|----|---|---|----|----|---|
|   |   |   |    |   |   |    |    |   |

| abandoned well.  | Use Form 3160-3 (APD)   | for such proposals  | <b>5.</b>  |   |  |
|--|---|---|--|---|--|
| SUBMIT IN TRIPLI   | ICATE – Other instruc   | ctions on reverse   | side   | 7. If Unit or C   | A/Agreement, Name and/or No.   |
| 1. Type of Well Oil Well X Gas Well  | Other   |   |  | 8. Well Name  |  |
| 2. Name of Operator  |   |   |  | FEDERAL  9. API Well N  |  |
| KERR MCGEE OIL AND GA  | IS ONSHORE LP   | 3b. Phone No. (include  | area code)   | 430473817   |  |
| <b>4</b>   | /EDNAL LITAU 9/079  | ļ.  | carea coae,  |   | ool, or Exploratory Area   |
| 1368 SOUTH 1200 EAST, V<br>4. Location of Well (Footage, Sec., T.  |   |   | <u> </u>   | NATURAL BUTTES  |  |
| 161' FSL, 1821' FEL  | , 12, 12., 0. 24. 10, 200. 1.   |   |  | 11. County or Parish, State   |  |
| SWSE, SEC 24-T10S-R21E   | •   |   |  | UINTAH, U   |  |
| 12. CHECK APP  | ROPRIATE BOX(ES) TO I   | NDICATE NATURE  | OF NOTICE, R   | EPORT, OR C   | OTHER DATA   |
| TYPE OF SUBMISSION   |   | TYI   | PE OF ACTION   | 1   |  |
| Notice of Intent   | Acidize Alter Casing  | Deepen Fracture Treat   | Production Reclamatic  |   | Water Shut-Off Well Integrity Other APD EXTENSION  |
| Subsequent Report  | Casing Repair Change Plans  | New Construction Plug and Abandon   | <u> </u>   | ly Abandon  | DOGM   |
| Final Abandonment Notice Convert to Injection Plug Back  |   |   | Water Disp   | •   |  |
| 13. Describe Proposed or Completed Open If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Aldetermined that the site is ready for fin | ally or recomplete horizontally, girk will be performed or provide to operations. If the operation results bandonment Notices shall be file all inspection. | ve subsurface locations am<br>the Bond No. on file with<br>its in a multiple completion<br>d only after all requirement | d measured and the BLM/BIA. Requence or recompletion of the including reclassics.  | ue vertical depths<br>ired subsequent re<br>in a new interval,<br>amation, have bee | of all pertinent markers and zones. ports shall be filed within 30 days a Form 3160-4 shall be filed once an completed, and the operator has |
| THE OPERATOR REZUES LOCATION SO THAT THE   | TS AUTHORIZATION DRILLING OPERATION   | FOR A ONE YEAR<br>NS MAY BE COM   | R EXTENSION INCLEMENTAL PROPERTY IN THE PROPER | ON FOR THE<br>HE ORIGINA  | E SUBJECT WELL<br>AL APD WAS APPROVED  |

BY THE DIVISION OF OIL, GAS AND MINING ON JUNE 12 2006

Oil, Gas and Mining

| Date: OS<br>By:   | 331                     | MAY 2 9 2007             |  |  |  |
|---|-------------------------|--------------------------|--|--|--|
| 14. I hereby certify that the foregoing is true and correct   | 70                      | DIM OF OIL, GAC & MINING |  |  |  |
| Name (Printed/Typed)  | Title                   | •                        |  |  |  |
| RAMEY HOOPES  |                         | TORY CLERK               |  |  |  |
| Signature Kamul Homel   | Date May                | 22, 2007                 |  |  |  |
| THIS SPACE FO   | OR FEDERAL OR STATE USE |                          |  |  |  |
| Approved by   | Title                   | Date                     |  |  |  |
| Conditions of approval, if any, are attached. Approval of this notice does not warre certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.            | lease                   |                          |  |  |  |
| Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. |                         |                          |  |  |  |

# Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

4304738173

API:

| Well Name: FEDERAL 1021-240   |  |
|---|--|
| Location: SWSE, SEC 24-T10S-R21E  Company Permit Issued to: KERR-MCGEE OIL AND 6  Date Original Permit Issued: 6/7/2006   | GAS ONSHORE LP                               |
| The undersigned as owner with legal rights to drill on the above, hereby verifies that the information as submitted approved application to drill, remains valid and does not be application. | d in the previously                          |
| Following is a checklist of some items related to the apverified.   | plication, which should be                   |
| If located on private land, has the ownership changed, agreement been updated? Yes ☐ No ☑   | if so, has the surface                       |
| Have any wells been drilled in the vicinity of the propos<br>the spacing or siting requirements for this location? Ye   |  |
| Has there been any unit or other agreements put in pla<br>permitting or operation of this proposed well? Yes⊡No   |  |
| Have there been any changes to the access route inclored of-way, which could affect the proposed location? Yes  |  |
| Has the approved source of water for drilling changed?  | ? Yes□No⊠                                    |
| Have there been any physical changes to the surface l<br>which will require a change in plans from what was dis<br>evaluation? Yes□No☑  | ocation or access route cussed at the onsite |
| Is bonding still in place, which covers this proposed we  | ell? Yes⊠No⊟                                 |
| Ramenstoonly  | 5/22/2007                                    |
| Signature   | Date   |
| Title: REGULATORY CLERK   | provide and provide and provide a            |
| Representing: KERR-MCGEE OIL AND GAS ONSHORE L  | MAY 2 9 2007                                 |
|   | DIM OF OU, CAS & TUNDA                       |

Form 3160-3 (August 1999)

# RECEIVED

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

**UNITED STATES** 

MAY 2 5 2006

| DEPARTMENT OF TH   | IE INTERIOR                              |   |   | 5. Lease Serial No.                               |                        |
|--|--|---|---|---|------------------------|
| BUREAU OF LAND MA  | UTU-01393-D                              |   |   |   |                        |
| APPLICATION FOR PERMIT TO  | 6. If Indian, Allottee or                | Tribe Name  |   |   |                        |
| 1a. Type of Work: X DRILL RE   | 7. If Unit or CA Agreement, Name and No. |   |   |   |                        |
| b. Type of Well: Oil Well Gas Well Other   | 8. Lease Name and Wel FEDERAL 1021       |   |   |   |                        |
| 2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP  | 9. API Well No. 43-047-3                 | 8173  |   |   |                        |
| 3A. Address<br>1368 SOUTH 1200 EAST VERNAL, UT 84078   | 3b. Phone No. (435) 781-7                | (include area co<br><b>7024</b>   | de)   | 10. Field and Pool, or Exploratory NATURAL BUTTES |                        |
| 4. Location of Well (Report location clearly and in accordance with At surface SWSE 161'FSL, 1821'FEL  | th any State requi                       | irements.*)   |   | 11. Sec., T., R., M., or B                        | lk, and Survey or Area |
| At proposed prod. Zone   |  |   |   | SEC 24, T10S, R21E                                |                        |
| <ol> <li>Distance in miles and direction from nearest town or post office</li> <li>MILES SOUTHEAST OF OURAY, UTAH</li> </ol>                             | *  |   |   | 12. County or Parish UINTAH                       | 13. State UTAH         |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)                                    | 16. No. of Ac.                           | res in lease  | <ul><li>17. Spacing Unit de</li><li>40.00</li></ul> |   | 000291                 |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.  REFER TO TOPO C                              | 19. Proposed <b>8750'</b>                | Depth   | 20. BLM/BIA Bond<br>BOND NO. 297                    | No. on file                                       | 2357                   |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) <b>5272'GL</b>   | 22. Approxim                             | oate date work wi   | ll start*   | 23. Estimated duration                            |                        |
|  | 24. At                                   | tachments   |   | 1.2   |                        |
| The following, completed in accordance with the requirements of O  | nshore Oil and G                         | as Order No. 1, s   | hall be attached to thi                             | s form:   |                        |
| <ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> </ol>  |  | 4. Bond to co   |   | lless covered by an existing                      | bond on file (see      |
|  | •  |   |   |   |                        |
| <ol> <li>A Surface Use Plan (if the location is on National Forest System<br/>SUPO shall be filed with the appropriate Forest Service Office.</li> </ol> | Lands, the                               | <ul><li>Operator ce</li><li>Such other s</li><li>authorized c</li></ul> | site specific information                           | on and/or plans as may be r                       | equired by the         |
| 25. Sjenardre  |  | (Printed/Typed)   |   | Dat   |                        |
| file full fiffelling   | SHE                                      | ILA UPCHE   | GO  | <u> </u>  | 5/23/2006              |
| REGULATORY ANALYST   |  |   |   |   |                        |
| Approved by (Signature)  | 1  | (Printed/Typed)   |   | Dat   | e                      |
| Ly House   |  | JERRY KEN   | czKA  | 1 //  | 1-5-2007               |
| Title Assistant Field Manager  | 'Office                                  | VERNA   | <b>IL FIELD OFF</b>                                 | ICE .   |                        |

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Lands & Mineral Resources

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

**RECEIVED** NOTICE OF APPROVAL

DIV. OF OIL, GAS & MINING

NOS 03/02/06

1005 Kec 3-2-04 NGRM 1989A



### UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE**

**VERNAL, UT 84078** 

(435) 781-4400



# CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Kerr-McGee Oil & Gas Onshore, LP Company:

Location: Lease No: SWSE, Sec. 24, T10S, R21E

Well No: Federal 1021-240

UTU-01393-D

API No: 43-047-38173 Agreement: N/A

| <b>Title</b> Petroleum Engineer: Petroleum Engineer:  | Name<br>Matt Baker<br>Michael Lee | Office Phone Number<br>(435) 781-4490<br>(435) 781-4432 | Cell Phone Number<br>(435) 828-4470<br>(435) 828-7875 |
|---|-----------------------------------|---|---|
| Petroleum Engineer:                                   | James Ashley                      | (435) 781-4470  | (435) 828-7874  |
| Petroleum Engineer: Supervisory Petroleum Technician: | Ryan Angus<br>Jamie Sparger       | (435) 781-4430<br>(435) 781-4502                        | (435) 828-7368<br>(435) 828-3913                      |
| NRS/Enviro Scientist:                                 | Paul Buhler                       | (435) 781-4475  | (435) 828-4029  |
| NRS/Enviro Scientist:                                 | Karl Wright                       | (435) 781-4484  | (435) 828-7381  |
| NRS/Enviro Scientist:                                 | Holly Villa                       | (435) 781-4404  |   |
| NRS/Enviro Scientist: NRS/Enviro Scientist:           | Chuck Macdonald                   | (435) 781-4476<br>(435) 781-4441                        | (425) 000 7404  |
| NRS/Enviro Scientist:                                 | Jannice Cutler                    | (435) 781-3400  | (435) 828-7481<br>(435) 828-3544                      |
| NRS/Enviro Scientist:                                 | Michael Cutler                    | (435) 781-3401  | (435) 828-3546  |
| NRS/Enviro Scientist:                                 | Anna Figueroa                     | (435) 781-3407  | (435) 828-3548  |
| NRS/Enviro Scientist:                                 | Verlyn Pindell                    | (435) 781-3402  | (435) 828-3547  |
| NRS/Enviro Scientist:<br>NRS/Enviro Scientist:        | Darren Williams<br>Nathan Packer  | (435) 781-4447<br>(435) 781-3405                        | (435) 828-3545  |
| THEOLETTINO COLOTION.                                 | Naman i acker                     | Fax: (435) 781-3420                                     | (400) 020-3040  |

# A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

#### NOTIFICATION REQUIREMENTS

| Location Construction (Notify Environmental Scientist)       | - | Forty-Eight (48) hours prior to construction of location and access roads.   |
|--|---|--|
| Location Completion (Notify Environmental Scientist)         | - | Prior to moving on the drilling rig.   |
| Spud Notice (Notify Petroleum Engineer)                      | - | Twenty-Four (24) hours prior to spudding the well.   |
| Casing String & Cementing (Notify Supv. Petroleum Tech.)     | - | Twenty-Four (24) hours prior to running casing and cementing all casing strings.   |
| BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.) | - | Twenty-Four (24) hours prior to initiating pressure tests.   |
| First Production Notice (Notify Petroleum Engineer)          | - | Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days. |

Page 2 of 6 Well: Federal 1021-240

11/1/2007

## SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

#### Surface COAs:

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.
- During operations, if any vertebrate paleontological resources are discovered, all operations
  affecting such sites shall be immediately suspended, and all discoveries shall be left intact until
  authorized to proceed by the Authorized Officer. The appropriate Authorized Officer of the
  Vernal BLM office shall be notified within 48 hrs of the discovery, and a decision as to the
  preferred alternative/course of action will be rendered.
- The lessee/operator is given notice that lands in the lease have been identified as containing crucial pronghorn (antelope) habitat. It is requested that the lessee/operator not initiate surface disturbing activities or drilling from May 15 through June 20. A survey may be conducted by a qualified biologist or a BLM representative during this timing period to determine if pronghorn are in the area.
- 4 to 6 inches of topsoil shall be stripped from the location and windrowed as shown on the cut sheet. The topsoil shall then be broadcast seeded with the recommended seed mix immediately after it has been windrowed and the seed walked into the soil with a dozer.
- The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be recontoured and the topsoil respread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be recontoured to natural contours, topsoil
  respread where appropriate, and the entire location seeded with the recommended seed mix.
  Seeding shall take place by broadcasting the seed and walking it into the soil with a dozer
  immediately after the dirt work is completed.
- The lessee/operator is given notice that lands in the lease have been identified as containing critical soils. It is requested that the lessee/operator not initiate surface disturbing activities or drilling from during wet or muddy conditions.
- The lessee/operator is given notice that lands in the lease have been identified as containing
  golden eagle nesting habitat. It is requested that the lessee/operator not initiate surface
  disturbing activities or drilling from February 1 to July 15. A survey may be conducted by a
  qualified biologist or a BLM representative during this timing period to determine if golden
  eagles are in the area.

Page 3 of 6 Well: Federal 1021-24O

11/1/2007

# DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

#### SITE SPECIFIC DOWNHOLE COAs:

- Surface casing cement shall be brought up to the surface. To reach the surface, operator is
  required to pump additional cement beyond the stated amounts of sacks in application.
- A cement Bond Log (CBL) shall be run from the production casing shoe to the surface casing shoe.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

#### DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
  daily drilling report. Components shall be operated and tested as required by Onshore Oil &
  Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
  performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
  reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
  is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
  Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth

Page 4 of 6 Well: Federal 1021-240

11/1/2007

(from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT\_VN\_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 6 Well: Federal 1021-240

11/1/2007

## **OPERATING REQUIREMENT REMINDERS:**

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
  notified when it is placed in a producing status. Such notification will be by written
  communication and must be received in this office by not later than the fifth business day
  following the date on which the well is placed on production. The notification shall provide, as a
  minimum, the following informational items:
  - o Operator name, address, and telephone number.
  - Well name and number.
  - Well location (¼¼, Sec., Twn, Rng, and P.M.).
  - Date well was placed in a producing status (date of first production for which royalty will be paid).
  - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - Unit agreement and/or participating area name and number, if applicable.
  - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will
  be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be
  reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major
  Events" will be reported in writing within 15 days. "Minor Events" will be reported on the
  Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 6 of 6 Well: Federal 1021-240 11/1/2007

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
  Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
  and all future meter proving schedules. A copy of the meter calibration reports shall be
  submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
  standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
  measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
  to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
  first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
  adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
  sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
  equipment shall be removed from a well to be placed in a suspended status without prior
  approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
  days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
  before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
  Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
  order that a representative may witness plugging operations. If a well is suspended or
  abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
  Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual
  plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
  casing left in hole, and the current status of the surface restoration.

# STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL GAS AND MINING

| DIVISION OF OIL, GAS AND MINING  | 5. LEASE DESIGNATION AND SERIAL NUMBER:<br>UTU-01393D |  |  |  |  |
|--|---|--|--|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS  | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME:                 |  |  |  |  |
| Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. | 7. UNIT of CA AGREEMENT NAME:                         |  |  |  |  |
| 1. TYPE OF WELL OIL WELL ☐ GAS WELL ✓ OTHER  | 8. WELL NAME and NUMBER:<br>Federal 1021-240          |  |  |  |  |
| 2. NAME OF OPERATOR:   | 9. API NUMBER:  |  |  |  |  |
| Kerr-McGee Oil & Gas Onshore, LP  3. ADDRESS OF OPERATOR: IPHONE NUMBER:   | 4304738173<br>10. FIELD AND POOL, OR WILDCAT:         |  |  |  |  |
| PO Box 173779  | Natural Buttes Field                                  |  |  |  |  |
| 4. LOCATION OF WELL FCOTAGES AT SURFACE: 161 FSL & 1821 FEL  | соинту: Uintah  |  |  |  |  |
| QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SWSE 24 10S 21E   | STATE: UTAH   |  |  |  |  |
| 11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO   | ORT, OR OTHER DATA                                    |  |  |  |  |
| TYPE OF SUBMISSION TYPE OF ACTION  |   |  |  |  |  |
| NOTICE OF INTENT   | REPERFORATE CURRENT FORMATION                         |  |  |  |  |
| (Submit in Duplicate)  | SIDETRACK TO REPAIR WELL                              |  |  |  |  |
| Approximate date work will start: CASING REPAIR NEW CONSTRUCTION   | TEMPORARILY ABANDON                                   |  |  |  |  |
| CHANGE TO PREVIOUS PLANS OPERATOR CHANGE   | U TUBING REPAIR                                       |  |  |  |  |
| CHANGE TUBING PLUG AND ABANDON   | VENT OR FLARE   |  |  |  |  |
| SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK (Submit Original Form Only)   | WATER DISPOSAL  |  |  |  |  |
| Date of work completion: CHANGE WELL STATUS PRODUCTION (START/RESUME)  | WATER SHUT-OFF  |  |  |  |  |
| COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE  | ✓ OTHER: APD Extension                                |  |  |  |  |
| CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION   | · · · · · · · · · · · · · · · · · · ·                 |  |  |  |  |
| <ol> <li>DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volu</li> </ol>  | mes, etc.   |  |  |  |  |
| Kerr-McGee Oil and Gas Onshore, LP, respectfully requests a one year extension for Federal 1021-24O, in order to complete drilling operations. The Utah Division of Oil, Gas, and Mining initially approved this APD on 06/07/2006.              |   |  |  |  |  |
| Approved by the Utah Division of Oil, Gas and Mining   |   |  |  |  |  |
| Date: 05-27-86  By: Copy Sent to Operator  Date: 5.28.2008  Initials: KS   |   |  |  |  |  |
| HILLIO,  |   |  |  |  |  |
| NAME (PLEASE PRINT) Victoria Marques TITLE Regulatory Inte   | m   |  |  |  |  |
| SIGNATURE VILLE MENTAGE DATE 5/15/2008   |   |  |  |  |  |

(This space for State use only)

RECEIVED

RECEIVED

(See Instructions on Reverse Side) 2 3 2008

MAY 1 9 2008

RESET

4304738173

API:

# Application for Permit to Drill Request for Permit Extension Validation

Validation (this form should accompany the Sundry Notice requesting permit extension)

| Well Name: Federal 1021-240  Location: SWSE 161' FSL 1821' FEL Sec. 24 T 108 R 21E  Company Permit Issued to: Kerr-McGee Oil & Gas Onshore, LP  Date Original Permit Issued: 6/7/2006   |  |  |  |  |  |  |
|---|--|--|--|--|--|--|
| The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. |  |  |  |  |  |  |
| Following is a checklist of some items related to the application, which should be verified.  |  |  |  |  |  |  |
| If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No ☑  |  |  |  |  |  |  |
| Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑  |  |  |  |  |  |  |
| Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes □ No ☑  |  |  |  |  |  |  |
| Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes □ No ☑  |  |  |  |  |  |  |
| Has the approved source of water for drilling changed? Yes□No☑  |  |  |  |  |  |  |
| Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑   |  |  |  |  |  |  |
| Is bonding still in place, which covers this proposed well? Yes ☑No □   |  |  |  |  |  |  |
| Unteria Mangage 5/22/2008   |  |  |  |  |  |  |
| Signature // Date   |  |  |  |  |  |  |
| Title: Regulatory Intern  |  |  |  |  |  |  |
| Representing: Kerr-McGee Oil & Gas Onshore, LP  |  |  |  |  |  |  |

RECEIVED

MAY 2 3 2008

|   |  |                                       | FORM 9  |  |
|---|--|---------------------------------------|---|--|
| STATE OF UTAH   |  |                                       |   |  |
| DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING  |  |                                       | <b>5.LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-01393-D |  |
| SUNDF   | RY NOTICES AND REPORTS   | ON WELLS                              | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME:                     |  |
|   | sals to drill new wells, significantly deepen<br>igged wells, or to drill horizontal laterals. U |                                       | 7.UNIT or CA AGREEMENT NAME:                              |  |
| 1. TYPE OF WELL<br>Gas Well   |  |                                       | 8. WELL NAME and NUMBER:<br>FEDERAL 1021-240              |  |
| 2. NAME OF OPERATOR:<br>KERR-MCGEE OIL & GAS ONS  | HORE, L.P.   |                                       | 9. API NUMBER:<br>43047381730000                          |  |
| <b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S  | treet, Suite 600, Denver, CO, 80217 3779   | <b>PHONE NUMBER:</b> 720 929-6587 Ext | 9. FIELD and POOL or WILDCAT:<br>NATURAL BUTTES           |  |
| 4. LOCATION OF WELL<br>FOOTAGES AT SURFACE:<br>0161 FSL 1821 FEL  |  |                                       | COUNTY:<br>UINTAH   |  |
| QTR/QTR, SECTION, TOWNSHI<br>Qtr/Qtr: SWSE Section: 24  | (P, RANGE, MERIDIAN:<br>Township: 10.0S Range: 21.0E Meridian: S                                 | 5                                     | STATE:<br>UTAH  |  |
| 11. CHE   | CK APPROPRIATE BOXES TO INDICAT  | E NATURE OF NOTICE, REPORT,           | OR OTHER DATA   |  |
| TYPE OF SUBMISSION  |  | TYPE OF ACTION                        |   |  |
|   | ACIDIZE  | ALTER CASING                          | CASING REPAIR   |  |
| NOTICE OF INTENT Approximate date work will start:  | ☐ CHANGE TO PREVIOUS PLANS   | ☐ CHANGE TUBING                       | CHANGE WELL NAME  |  |
| 5/22/2009   | CHANGE WELL STATUS   | ☐ COMMINGLE PRODUCING FORMATIONS      | CONVERT WELL TYPE   |  |
| SUBSEQUENT REPORT Date of Work Completion:  | DEEPEN   | FRACTURE TREAT                        | NEW CONSTRUCTION  |  |
|   | OPERATOR CHANGE  | PLUG AND ABANDON                      | ☐ PLUG BACK   |  |
|   | PRODUCTION START OR RESUME   | RECLAMATION OF WELL SITE              | RECOMPLETE DIFFERENT FORMATION                            |  |
| SPUD REPORT   |  |                                       |   |  |
| Date of Spud:   | ☐ REPERFORATE CURRENT FORMATION  | SIDETRACK TO REPAIR WELL              | ☐ TEMPORARY ABANDON                                       |  |
|   | U TUBING REPAIR  |                                       | ☐ WATER DISPOSAL  |  |
| DRILLING REPORT Report Date:  | ☐ WATER SHUTOFF  | ☐ SI TA STATUS EXTENSION              | ✓ APD EXTENSION   |  |
|   | ☐ WILDCAT WELL DETERMINATION   | OTHER                                 | OTHER:  |  |
| 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of Oil, Gas and Mining  Date: May 19, 2009  By: |  |                                       |   |  |
| NAME (PLEASE PRINT)   | PHONE NUMBER   |                                       |   |  |
| Danielle Piernot  | 720 929-6156   | Regulatory Analyst                    |   |  |
| SIGNATURE<br>N/A  |  | <b>DATE</b> 5/19/2009                 |   |  |



- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

# Request for Permit Extension Validation Well Number 43047381730000

**API:** 43047381730000 Well Name: FEDERAL 1021-240

Location: 0161 FSL 1821 FEL QTR SWSE SEC 24 TWNP 100S RNG 210E MER S

**Company Permit Issued to:** KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 6/7/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the requ

| informa<br>uire revi | tion as submitted in the<br>sion. Following is a che | previously cklist of sor | approved appli<br>ne items related | cation to di<br>I to the app | rill, remain<br>dication, w | s válid and doe<br>hich should be             | s not<br>verified. |
|----------------------|--|--------------------------|------------------------------------|------------------------------|-----------------------------|---|--------------------|
|                      | ated on private land, ha<br>ed? 🗍 Yes 🌘 No           | s the owner              | rship changed, i                   | f so, has th                 | e surface a                 | ngreement bee                                 | 1                  |
|                      | any wells been drilled i<br>requirements for this l  |                          |                                    | ed well whi                  | ch would a                  | iffect the spaci                              | ng or              |
|                      | here been any unit or o<br>s proposed well?          |                          | ents put in plac                   | e that coul                  | d affect th                 | e permitting or                               | operatio           |
|                      | there been any change:<br>the proposed location?     |                          |                                    | ing owners                   | hip, or rigl                | ntof- way, whic                               | h could            |
| • Has tl             | he approved source of v                              | vater for dri            | illing changed?                    | Yes (                        | No                          |   |                    |
|                      | there been any physica<br>je in plans from what w    |                          |                                    |                              |                             |   | uire a             |
| • Is bo              | nding still in place, whic                           | ch covers th             | is proposed we                     | l? 📵 Yes                     | i 📗 No                      | Approved by<br>Jtah Division<br>I, Gas and Mi | of                 |
| nature:              | Danielle Piernot                                     | Date: 5                  | 5/19/2009                          |                              |                             |   |                    |
| Title:               | Regulatory Analyst Repr                              | esenting: k              | CERR-MCGEE OIL                     | & GAS ONSI                   | HOR <b>Pate:</b> _          | May 19, 200                                   | 19                 |
|                      | , , , .  | _                        |                                    |                              | . /                         | $AAB \sim \infty$                             |                    |

|   |  |                                       | FORM 9  |  |
|---|--|---------------------------------------|---|--|
| STATE OF UTAH   |  |                                       |   |  |
| DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING  |  |                                       | <b>5.LEASE DESIGNATION AND SERIAL NUMBER:</b> UTU-01393-D |  |
| SUNDF   | RY NOTICES AND REPORTS   | ON WELLS                              | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME:                     |  |
|   | sals to drill new wells, significantly deepen<br>igged wells, or to drill horizontal laterals. U |                                       | 7.UNIT or CA AGREEMENT NAME:                              |  |
| 1. TYPE OF WELL<br>Gas Well   |  |                                       | 8. WELL NAME and NUMBER:<br>FEDERAL 1021-240              |  |
| 2. NAME OF OPERATOR:<br>KERR-MCGEE OIL & GAS ONS  | HORE, L.P.   |                                       | 9. API NUMBER:<br>43047381730000                          |  |
| <b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S  | treet, Suite 600, Denver, CO, 80217 3779   | <b>PHONE NUMBER:</b> 720 929-6587 Ext | 9. FIELD and POOL or WILDCAT:<br>NATURAL BUTTES           |  |
| 4. LOCATION OF WELL<br>FOOTAGES AT SURFACE:<br>0161 FSL 1821 FEL  |  |                                       | COUNTY:<br>UINTAH   |  |
| QTR/QTR, SECTION, TOWNSHI<br>Qtr/Qtr: SWSE Section: 24  | (P, RANGE, MERIDIAN:<br>Township: 10.0S Range: 21.0E Meridian: S                                 | 5                                     | STATE:<br>UTAH  |  |
| 11. CHE   | CK APPROPRIATE BOXES TO INDICAT  | E NATURE OF NOTICE, REPORT,           | OR OTHER DATA   |  |
| TYPE OF SUBMISSION  |  | TYPE OF ACTION                        |   |  |
|   | ACIDIZE  | ALTER CASING                          | CASING REPAIR   |  |
| NOTICE OF INTENT Approximate date work will start:  | ☐ CHANGE TO PREVIOUS PLANS   | ☐ CHANGE TUBING                       | CHANGE WELL NAME  |  |
| 5/22/2009   | CHANGE WELL STATUS   | ☐ COMMINGLE PRODUCING FORMATIONS      | CONVERT WELL TYPE   |  |
| SUBSEQUENT REPORT Date of Work Completion:  | DEEPEN   | FRACTURE TREAT                        | NEW CONSTRUCTION  |  |
|   | OPERATOR CHANGE  | PLUG AND ABANDON                      | ☐ PLUG BACK   |  |
|   | PRODUCTION START OR RESUME   | RECLAMATION OF WELL SITE              | RECOMPLETE DIFFERENT FORMATION                            |  |
| SPUD REPORT   |  |                                       |   |  |
| Date of Spud:   | ☐ REPERFORATE CURRENT FORMATION  | SIDETRACK TO REPAIR WELL              | ☐ TEMPORARY ABANDON                                       |  |
|   | U TUBING REPAIR  |                                       | ☐ WATER DISPOSAL  |  |
| DRILLING REPORT Report Date:  | ☐ WATER SHUTOFF  | ☐ SI TA STATUS EXTENSION              | ✓ APD EXTENSION   |  |
|   | ☐ WILDCAT WELL DETERMINATION   | OTHER                                 | OTHER:  |  |
| 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of Oil, Gas and Mining  Date: May 19, 2009  By: |  |                                       |   |  |
| NAME (PLEASE PRINT)   | PHONE NUMBER   |                                       |   |  |
| Danielle Piernot  | 720 929-6156   | Regulatory Analyst                    |   |  |
| SIGNATURE<br>N/A  |  | <b>DATE</b> 5/19/2009                 |   |  |



- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

# Request for Permit Extension Validation Well Number 43047381730000

**API:** 43047381730000 Well Name: FEDERAL 1021-240

Location: 0161 FSL 1821 FEL QTR SWSE SEC 24 TWNP 100S RNG 210E MER S

**Company Permit Issued to:** KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 6/7/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the requ

| informa<br>uire revi | tion as submitted in the<br>sion. Following is a che | previously cklist of sor | approved appli<br>ne items related | cation to di<br>I to the app | rill, remain<br>dication, w | s válid and doe<br>hich should be             | s not<br>verified. |
|----------------------|--|--------------------------|------------------------------------|------------------------------|-----------------------------|---|--------------------|
|                      | ated on private land, ha<br>ed? 🗍 Yes 🌘 No           | s the owner              | rship changed, i                   | f so, has th                 | e surface a                 | ngreement bee                                 | 1                  |
|                      | any wells been drilled i<br>requirements for this l  |                          |                                    | ed well whi                  | ch would a                  | iffect the spaci                              | ng or              |
|                      | here been any unit or o<br>s proposed well?          |                          | ents put in plac                   | e that coul                  | d affect th                 | e permitting or                               | operatio           |
|                      | there been any change:<br>the proposed location?     |                          |                                    | ing owners                   | hip, or rigl                | ntof- way, whic                               | h could            |
| • Has tl             | he approved source of v                              | vater for dri            | illing changed?                    | Yes (                        | No                          |   |                    |
|                      | there been any physica<br>je in plans from what w    |                          |                                    |                              |                             |   | uire a             |
| • Is bo              | nding still in place, whic                           | ch covers th             | is proposed we                     | l? 📵 Yes                     | i 📗 No                      | Approved by<br>Jtah Division<br>I, Gas and Mi | of                 |
| nature:              | Danielle Piernot                                     | Date: 5                  | 5/19/2009                          |                              |                             |   |                    |
| Title:               | Regulatory Analyst Repr                              | esenting: k              | CERR-MCGEE OIL                     | & GAS ONSI                   | HOR <b>Pate:</b> _          | May 19, 200                                   | 19                 |
|                      | , , , .  | _                        |                                    |                              | . /                         | $AAB \sim \infty$                             |                    |

| DEPARTMENT OF MUTURAL RESOURCES DVISION OF OIL, CAS, AND MINING  SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for processits to drill now wells, significantly despon existing wells below current bottom-held depth, receiver bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the processity of the receiver bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the wells, significantly despon existing wells below current bottom-held depth, receiver bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the wells, significantly despon existing wells below current bottom-held depth, receive bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the wells, significantly despon existing wells below current bottom-held depth, receive bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the wells, significantly despon existing wells below current bottom-held depth, received proposals.  3. LOCATION OF WELL P.  3. APPLICATION OF WELL P.  3. APPLICATION OF WELL P.  4. LOCATION OF WELL P.  5. TATE:  5. COUNTY:  5. LOCATION OF WELL P.  5. APPLICATION TOWNSHIP, RANGE, MERIDIAN;  6. JUST STATE:  6. LOCATION OF WELL P.  5. APPLICATION TOWNSHIP, RANGE, MERIDIAN;  6. JUST STATE:  6. JUST |  |  |  | FORM 9                                |  |  |
|--|--|--|--|---------------------------------------|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS  Do not use the form for proposals to drill new wells, significantly despen existing wells below current possibility of the such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  LYYEO OF WELL of the such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells, significantly despen existing wells, significantly despen existing wells, significantly despen existing wells below current possibility.  District of such proposals and proposals of the proposal proposals.  District of order of the proposals of the proposals of the proposal proposals.  District of the proposals   District of the proposals of the proposal | STATE OF UTAH  DEPARTMENT OF NATURAL RESOURCES   |  |  |                                       |  |  |
| DO NOT USE this form for proposals to drill not wells, significantly despen existing wells below current bottom-hold depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMITTO  PROVIDED TO HOLD TO  |  |  |  |                                       |  |  |
| DEDUTINDE OF PURPOSES  LITYPE OF WELL GRAND FOR SUBMISSION  LADDESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: COMMISSION  TYPE OF ACTION  T | SUNDF  | RY NOTICES AND REPORTS                           | ON WELLS                                 | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: |  |  |
| AND THE OF SUBMISSION    ACIDEZ OF MATERIAL TO A PREVIOUS PLANS   PROPORTION   PROP | bottom-hole depth, reenter plu   | igged wells, or to drill horizontal laterals. Us |  | 7.UNIT or CA AGREEMENT NAME:          |  |  |
| A ADDRESS OF OPERATOR:  A ADDRESS OF OPERATOR:  A LOCATION OF WELL  OTRA/OTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: QTY/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: QTYPE OF SUBMISSION  TYPE OF ACTION  ACIDIZE  ALTER CASING ACIDIZE  ACIDIZE  ALTER CASING ACIDIZE  ACIDIZE  ALTER CASING ACIDIZE  ACIDIZ | 1  |  |  |                                       |  |  |
| R.O. Bax 173779 1099 18th Street, Suite 600, Deriver, CO, 80217 3779  **NOTICE STATE SUITE COUNTY: UNITAH  **ILOCATION OF WELL **POOTAGES AT SUIFFACE: **OIGH FSL 1821 FEL **QF/QFT, SYSTES Section: 24 Township: 10.05 Range: 21.05 Manage: 21. |  | HORE, L.P.                                       |  |                                       |  |  |
| TYPE OF SUBMISSION    CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA    TYPE OF SUBMISSION  |  | treet, Suite 600, Denver, CO, 80217 3779         |  |                                       |  |  |
| 11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA  TYPE OF SUBMISSION  TYPE OF ACTION    ACIDIZE   | FOOTAGES AT SURFACE:   |  |  |                                       |  |  |
| TYPE OF SUBMISSION  TYPE OF ACTION    ACIDIZE  |  |  | 5  |                                       |  |  |
| NOTICE OF ENTENT Approximate date work will start:    Activity   Change well startus   Commission   Change well name   | 11. CHE  | CK APPROPRIATE BOXES TO INDICAT                  | E NATURE OF NOTICE, REPORT,              | OR OTHER DATA                         |  |  |
| Approximate date work will start:    CHANGE TO PREVIOUS PLANS  | TYPE OF SUBMISSION   |  | TYPE OF ACTION                           |                                       |  |  |
| Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.   |  | ACIDIZE  | ALTER CASING                             | CASING REPAIR                         |  |  |
| SUBSQUENT REPORT Date of Work Completion:    SPUD REPORT Date of Spud:   PRODUCTION START OR RESUME   PRACTURE TREAT   New CONSTRUCTION     PRODUCTION START OR RESUME   RECLANATION OF WELL SITE   RECOMPLETE DIFFERENT FORMATION     TUBING REPORT   WATER SHUTOFF   SI TA STATUS EXTENSION   APP EXTENSION     DRILLING REPORT   WILDCAT WELL DETERMINATION   OTHER    12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.    Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.    NAME (PLEASE PRINT)   PHONE NUMBER   TITLE     REQUIRITOR OF MATER WELL   TEMPORARY ABANDON     PLUG BACK   RECOMPLETE DIFFERNT FORMATION   TEMPORARY ABANDON     VENT OR FLARE   WATER SHUTOFF   SI TA STATUS EXTENSION   APP EXTENSION     OTHER   OTHER     OTHER   OTHER     OTHER   OTHER     OTHER   OTHER     OTHER   OTHER     DATE   OTHER   OTHER     OTHER   OTH  | Approximate date work will start:  | CHANGE TO PREVIOUS PLANS                         | ☐ CHANGE TUBING                          | CHANGE WELL NAME                      |  |  |
| Date of Spud:    OPERATOR CHANGE   | 6/7/2010   | CHANGE WELL STATUS                               | COMMINGLE PRODUCING FORMATIONS           | CONVERT WELL TYPE                     |  |  |
| OPERATOR CHANGE   PLUG AND ABANDON   PLUG BACK   PRODUCTION START OR RESUME   RECLAMATION OF WELL SITE   RECOMPLETE DIFFERENT FORMATION   SIDETRACK TO REPAIR WELL   TEMPORARY ABANDON   PLUG BACK   PRODUCTION START OR RESUME   RECLAMATION OF WELL SITE   RECOMPLETE DIFFERENT FORMATION   SIDETRACK TO REPAIR WELL   TEMPORARY ABANDON   PLUG BACK   PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.    Varies shutoff   Si Ta Status Extension   OTHER:   OTHER:  |  | DEEPEN   | FRACTURE TREAT                           | ☐ NEW CONSTRUCTION                    |  |  |
| REPERFORATE CURRENT FORMATION   SIDETRACK TO REPAIR WELL   TEMPORARY ABANDON   TUBING REPAIR   VENT OR FLARE   WATER DISPOSAL   APD EXTENSION   APP EXTENSIO   |  | OPERATOR CHANGE                                  | PLUG AND ABANDON                         | ☐ PLUG BACK                           |  |  |
| Date of Spud:    REPERFORATE CURRENT FORMATION   SIDETRACK TO REPAIR WELL   TEMPORARY ABANDON     TUBLING REPORT   WATER SHUTOFF   SI TA STATUS EXTENSION   APD EXTENSION     WATER SHUTOFF   SI TA STATUS EXTENSION   OTHER     TEMPORARY ABANDON     WATER SHUTOFF   SI TA STATUS EXTENSION   OTHER     WATER DISPOSAL   APD EXTENSION     WATER SHUTOFF   SI TA STATUS EXTENSION   OTHER     OTHER     TEMPORARY ABANDON     WATER DISPOSAL   APD EXTENSION     WATER DISPOSAL   APD EXTENSION     OTHER      | _  | PRODUCTION START OR RESUME                       | RECLAMATION OF WELL SITE                 | RECOMPLETE DIFFERENT FORMATION        |  |  |
| □ DRILLING REPORT Report Date: □ WILDCAT WELL DETERMINATION □ OTHER □ SITA STATUS EXTENSION □ OTHER: □ WILDCAT WELL DETERMINATION □ OTHER □ DATE  12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  KEYN-MCGEO [0] & Gas Onshore, L.P. (Keyn-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Date: June 07, 2010  By:  NAME (PLEASE PRINT) Danielle Piernot  720 929-6156  PHONE NUMBER Regulatory Analyst  SIGNATURE  DATE   |  | REPERFORATE CURRENT FORMATION                    | SIDETRACK TO REPAIR WELL                 | TEMPORARY ABANDON                     |  |  |
| WILDCAT WELL DETERMINATION   |  | ☐ TUBING REPAIR                                  | ☐ VENT OR FLARE                          | WATER DISPOSAL                        |  |  |
| DAME (PLEASE PRINT) Danielle Piernot  720 929-6156  ■ WILDCAT WELL DETERMINATION  OTHER  OTH  |  | ☐ WATER SHUTOFF                                  | SI TA STATUS EXTENSION                   | ✓ APD EXTENSION                       |  |  |
| Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of Oil, Gas and Mining  Date: June 07, 2010  By:  NAME (PLEASE PRINT) PHONE NUMBER TITLE  Danielle Piernot 720 929-6156  SIGNATURE  DATE   | Report Date:   | ☐ WILDCAT WELL DETERMINATION                     | OTHER                                    | OTHER:                                |  |  |
| Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of Oil, Gas and Mining  Date: June 07, 2010  By:  NAME (PLEASE PRINT) PHONE NUMBER TITLE  Danielle Piernot 720 929-6156  SIGNATURE  DATE   | 12. DESCRIBE PROPOSED OR CO  | MPLETED OPERATIONS. Clearly show all pert        | inent details including dates, depths, v | olumes, etc.                          |  |  |
| NAME (PLEASE PRINT) Danielle Piernot 720 929-6156  SIGNATURE  PHONE NUMBER Regulatory Analyst DATE   | Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  | D  | ate: June 07, 2010                    |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  | R 002011 VV                           |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  | В  | A: Tree Atrice                        |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| SIGNATURE DATE   |  |  |  |                                       |  |  |
|  |  |  |  |                                       |  |  |



- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

# Request for Permit Extension Validation Well Number 43047381730000

**API:** 43047381730000 Well Name: FEDERAL 1021-240

Location: 0161 FSL 1821 FEL QTR SWSE SEC 24 TWNP 100S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 6/7/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the requ

| informat<br>uire revi | tion as submitted in the previous sion. Following is a checklist of s | sly approved application to drill, remain<br>some items related to the application, w | s valid and does not<br>hich should be verified.         |
|-----------------------|---|---|--|
|                       | ated on private land, has the own<br>ed?  Yes  No                     | nership changed, if so, has the surface a   | agreement been   |
|                       | any wells been drilled in the vicing requirements for this location?  | nity of the proposed well which would a   | affect the spacing or                                    |
|                       |   | ements put in place that could affect th<br>lo  | e permitting or operation                                |
|                       | there been any changes to the action? ( Yes                           | ccess route including ownership, or rigl<br>s 📵 No                                    | ntof- way, which could                                   |
| • Has th              | ne approved source of water for                                       | drilling changed? 🔵 Yes 📵 No  |  |
|                       |   | to the surface location or access route sed at the onsite evaluation?                 |  |
| • Is bor              | nding still in place, which covers                                    | this proposed well? 📵 Yes 🕕 No  | Approved by the<br>Utah Division of<br>I, Gas and Mining |
|                       |   | : 6/4/2010  | 7 07 2010  |
| Title:                | Regulatory Analyst Representing:                                      | : KERR-MCGEE OIL & GAS ONSHOR₽ALE:_   | June 07, 2010  |
|                       |   | 1   | Mha oo   |

| DEPARTMENT OF MUTURAL RESOURCES DVISION OF OIL, CAS, AND MINING  SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for processits to drill now wells, significantly despon existing wells below current bottom-held depth, receiver bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the processity of the receiver bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the wells, significantly despon existing wells below current bottom-held depth, receiver bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the wells, significantly despon existing wells below current bottom-held depth, receive bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the wells, significantly despon existing wells below current bottom-held depth, receive bugged wells, or to drill horizontal laterols. Use APPLICATION FOR PERMITTO  2. NAME OF CREASE PRINT) Definition of the wells, significantly despon existing wells below current bottom-held depth, received proposals.  3. LOCATION OF WELL P.  3. APPLICATION OF WELL P.  3. APPLICATION OF WELL P.  4. LOCATION OF WELL P.  5. TATE:  5. COUNTY:  5. LOCATION OF WELL P.  5. APPLICATION TOWNSHIP, RANGE, MERIDIAN;  6. JUST STATE:  6. LOCATION OF WELL P.  5. APPLICATION TOWNSHIP, RANGE, MERIDIAN;  6. JUST STATE:  6. JUST |  |  |  | FORM 9                                |  |  |
|--|--|--|--|---------------------------------------|--|--|
| SUNDRY NOTICES AND REPORTS ON WELLS  Do not use the form for proposals to drill new wells, significantly despen existing wells below current possibility of the such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  LYYEO OF WELL of the such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells below current possibility.  District of such proposals to drill new wells, significantly despen existing wells, significantly despen existing wells, significantly despen existing wells, significantly despen existing wells below current possibility.  District of such proposals and proposals of the proposal proposals.  District of order of the proposals of the proposals of the proposal proposals.  District of the proposals   District of the proposals of the proposal | STATE OF UTAH  DEPARTMENT OF NATURAL RESOURCES   |  |  |                                       |  |  |
| DO NOT USE this form for proposals to drill not wells, significantly despen existing wells below current bottom-hold depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMITTO  PROVIDED TO HOLD TO  |  |  |  |                                       |  |  |
| DEDUTINDE OF PURPOSES  LITYPE OF WELL GRAND FOR SUBMISSION  LADDESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: KERN-MCCEE OLD & GAS NOTHER, L.P.  ADDIESS OF OPERATOR: COMMISSION  TYPE OF ACTION  T | SUNDF  | RY NOTICES AND REPORTS                           | ON WELLS                                 | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: |  |  |
| AND THE OF SUBMISSION    ACIDEZ OF MATERIAL TO A PREVIOUS PLANS   PROPORTION   PROP | bottom-hole depth, reenter plu   | igged wells, or to drill horizontal laterals. Us |  | 7.UNIT or CA AGREEMENT NAME:          |  |  |
| A ADDRESS OF OPERATOR:  A ADDRESS OF OPERATOR:  A LOCATION OF WELL  OTRA/OTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: QTY/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: QTYPE OF SUBMISSION  TYPE OF ACTION  ACIDIZE  ALTER CASING ACIDIZE  ACIDIZE  ALTER CASING ACIDIZE  ACIDIZE  ALTER CASING ACIDIZE  ACIDIZ | 1  |  |  |                                       |  |  |
| R.O. Bax 173779 1099 18th Street, Suite 600, Deriver, CO, 80217 3779  **NOTICE STATE SUITE COUNTY: UNITAH  **ILOCATION OF WELL **POOTAGES AT SUIFFACE: **OIGH FSL 1821 FEL **QF/QFT, SYSTES Section: 24 Township: 10.05 Range: 21.05 Manage: 21. |  | HORE, L.P.                                       |  |                                       |  |  |
| TYPE OF SUBMISSION    CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA    TYPE OF SUBMISSION  |  | treet, Suite 600, Denver, CO, 80217 3779         |  |                                       |  |  |
| 11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA  TYPE OF SUBMISSION  TYPE OF ACTION    ACIDIZE   | FOOTAGES AT SURFACE:   |  |  |                                       |  |  |
| TYPE OF SUBMISSION  TYPE OF ACTION    ACIDIZE  |  |  | 5  |                                       |  |  |
| NOTICE OF ENTENT Approximate date work will start:    Activity   Change well startus   Commission   Change well name   | 11. CHE  | CK APPROPRIATE BOXES TO INDICAT                  | E NATURE OF NOTICE, REPORT,              | OR OTHER DATA                         |  |  |
| Approximate date work will start:    CHANGE TO PREVIOUS PLANS  | TYPE OF SUBMISSION   |  | TYPE OF ACTION                           |                                       |  |  |
| Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.    Approved by the undersigned with any questions and/or comments. Thank you.   |  | ACIDIZE  | ALTER CASING                             | CASING REPAIR                         |  |  |
| SUBSQUENT REPORT Date of Work Completion:    SPUD REPORT Date of Spud:   PRODUCTION START OR RESUME   PRACTURE TREAT   New CONSTRUCTION     PRODUCTION START OR RESUME   RECLANATION OF WELL SITE   RECOMPLETE DIFFERENT FORMATION     TUBING REPORT   WATER SHUTOFF   SI TA STATUS EXTENSION   APP EXTENSION     DRILLING REPORT   WILDCAT WELL DETERMINATION   OTHER    12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.    Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.    NAME (PLEASE PRINT)   PHONE NUMBER   TITLE     REQUIRITOR OF MATER WELL   TEMPORARY ABANDON     PLUG BACK   RECOMPLETE DIFFERNT FORMATION   TEMPORARY ABANDON     VENT OR FLARE   WATER SHUTOFF   SI TA STATUS EXTENSION   APP EXTENSION     OTHER   OTHER     OTHER   OTHER     OTHER   OTHER     OTHER   OTHER     OTHER   OTHER     DATE   OTHER   OTHER     OTHER   OTH  | Approximate date work will start:  | CHANGE TO PREVIOUS PLANS                         | ☐ CHANGE TUBING                          | CHANGE WELL NAME                      |  |  |
| Date of Spud:    OPERATOR CHANGE   | 6/7/2010   | CHANGE WELL STATUS                               | COMMINGLE PRODUCING FORMATIONS           | CONVERT WELL TYPE                     |  |  |
| OPERATOR CHANGE   PLUG AND ABANDON   PLUG BACK   PRODUCTION START OR RESUME   RECLAMATION OF WELL SITE   RECOMPLETE DIFFERENT FORMATION   SIDETRACK TO REPAIR WELL   TEMPORARY ABANDON   PLUG BACK   PRODUCTION START OR RESUME   RECLAMATION OF WELL SITE   RECOMPLETE DIFFERENT FORMATION   SIDETRACK TO REPAIR WELL   TEMPORARY ABANDON   PLUG BACK   PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.    Varies shutoff   Si Ta Status Extension   OTHER:   OTHER:  |  | DEEPEN   | FRACTURE TREAT                           | ☐ NEW CONSTRUCTION                    |  |  |
| REPERFORATE CURRENT FORMATION   SIDETRACK TO REPAIR WELL   TEMPORARY ABANDON   TUBING REPAIR   VENT OR FLARE   WATER DISPOSAL   APD EXTENSION   APP EXTENSIO   |  | OPERATOR CHANGE                                  | PLUG AND ABANDON                         | ☐ PLUG BACK                           |  |  |
| Date of Spud:    REPERFORATE CURRENT FORMATION   SIDETRACK TO REPAIR WELL   TEMPORARY ABANDON     TUBLING REPORT   WATER SHUTOFF   SI TA STATUS EXTENSION   APD EXTENSION     WATER SHUTOFF   SI TA STATUS EXTENSION   OTHER     TEMPORARY ABANDON     WATER SHUTOFF   SI TA STATUS EXTENSION   OTHER     WATER DISPOSAL   APD EXTENSION     WATER SHUTOFF   SI TA STATUS EXTENSION   OTHER     OTHER     TEMPORARY ABANDON     WATER DISPOSAL   APD EXTENSION     WATER DISPOSAL   APD EXTENSION     OTHER      | _  | PRODUCTION START OR RESUME                       | RECLAMATION OF WELL SITE                 | RECOMPLETE DIFFERENT FORMATION        |  |  |
| □ DRILLING REPORT Report Date: □ WILDCAT WELL DETERMINATION □ OTHER □ SITA STATUS EXTENSION □ OTHER: □ WILDCAT WELL DETERMINATION □ OTHER □ DATE  12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  KEYN-MCGEO [0] & Gas Onshore, L.P. (Keyn-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Date: June 07, 2010  By:  NAME (PLEASE PRINT) Danielle Piernot  720 929-6156  PHONE NUMBER Regulatory Analyst  SIGNATURE  DATE   |  | REPERFORATE CURRENT FORMATION                    | SIDETRACK TO REPAIR WELL                 | TEMPORARY ABANDON                     |  |  |
| WILDCAT WELL DETERMINATION   |  | ☐ TUBING REPAIR                                  | ☐ VENT OR FLARE                          | WATER DISPOSAL                        |  |  |
| DAME (PLEASE PRINT) Danielle Piernot  720 929-6156  ■ WILDCAT WELL DETERMINATION  OTHER  OTH  |  | ☐ WATER SHUTOFF                                  | SI TA STATUS EXTENSION                   | ✓ APD EXTENSION                       |  |  |
| Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of Oil, Gas and Mining  Date: June 07, 2010  By:  NAME (PLEASE PRINT) PHONE NUMBER TITLE  Danielle Piernot 720 929-6156  SIGNATURE  DATE   | Report Date:   | ☐ WILDCAT WELL DETERMINATION                     | OTHER                                    | OTHER:                                |  |  |
| Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of Oil, Gas and Mining  Date: June 07, 2010  By:  NAME (PLEASE PRINT) PHONE NUMBER TITLE  Danielle Piernot 720 929-6156  SIGNATURE  DATE   | 12. DESCRIBE PROPOSED OR CO  | MPLETED OPERATIONS. Clearly show all pert        | inent details including dates, depths, v | olumes, etc.                          |  |  |
| NAME (PLEASE PRINT) Danielle Piernot 720 929-6156  SIGNATURE  PHONE NUMBER Regulatory Analyst DATE   | Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  | D  | ate: June 07, 2010                    |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  | R 002011 VV                           |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  | В  | A: Tree Atrice                        |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| Danielle Piernot 720 929-6156 Regulatory Analyst  SIGNATURE DATE   |  |  |  |                                       |  |  |
| SIGNATURE DATE   |  |  |  |                                       |  |  |
|  |  |  |  |                                       |  |  |



- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

# Request for Permit Extension Validation Well Number 43047381730000

**API:** 43047381730000 Well Name: FEDERAL 1021-240

Location: 0161 FSL 1821 FEL QTR SWSE SEC 24 TWNP 100S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 6/7/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the requ

| informat<br>uire revi | tion as submitted in the previous<br>sion. Following is a checklist of s | sly approved application to drill, remain<br>some items related to the application, w | s valid and does not<br>hich should be verified.         |
|-----------------------|--|---|--|
|                       | ated on private land, has the own<br>ed?  Yes  No                        | nership changed, if so, has the surface a   | agreement been   |
|                       | any wells been drilled in the vicing requirements for this location?     | nity of the proposed well which would a   | affect the spacing or                                    |
|                       |  | ements put in place that could affect th<br>lo  | e permitting or operation                                |
|                       | there been any changes to the action? ( Yes                              | ccess route including ownership, or rigl<br>s 📵 No                                    | ntof- way, which could                                   |
| • Has th              | ne approved source of water for  | drilling changed? 🔵 Yes 📵 No  |  |
|                       |  | to the surface location or access route sed at the onsite evaluation?                 |  |
| • Is bor              | nding still in place, which covers                                       | this proposed well? 📵 Yes 🕕 No  | Approved by the<br>Utah Division of<br>I, Gas and Mining |
|                       |  | : 6/4/2010  | 7 07 2010  |
| Title:                | Regulatory Analyst Representing:   | : KERR-MCGEE OIL & GAS ONSHOR₽ALE:_   | June 07, 2010  |
|                       |  | 1   | Mha oo   |

Sundry Number: 15069 API Well Number: 43047381730000

|   | STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES  |  | FORM 9   |
|---|--|--|--|
| DIVISION OF OIL, GAS, AND MINING  |  |  | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01393-D |
| SUND  | RY NOTICES AND REPORTS O   | N WELLS  | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME:              |
|   | sals to drill new wells, significantly deepen exi<br>ugged wells, or to drill horizontal laterals. Use |  | 7.UNIT or CA AGREEMENT NAME:                       |
| 1. TYPE OF WELL<br>Gas Well   |  |  | 8. WELL NAME and NUMBER:<br>FEDERAL 1021-240       |
| 2. NAME OF OPERATOR:<br>KERR-MCGEE OIL & GAS ONS  | HORE, L.P.   |  | 9. API NUMBER:<br>43047381730000                   |
| <b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th S                                    | PHONE treet, Suite 600, Denver, CO, 80217 3779   | NUMBER:<br>720 929-6515 Ext                                      | 9. FIELD and POOL or WILDCAT:<br>NATURAL BUTTES    |
| 4. LOCATION OF WELL<br>FOOTAGES AT SURFACE:<br>0161 FSL 1821 FEL<br>QTR/QTR, SECTION, TOWNSHI | TO DANCE MEDITIAN.   |  | COUNTY:<br>UINTAH                                  |
|   | Township: 10.0S Range: 21.0E Meridian: S   |  | STATE:<br>UTAH                                     |
| 11. CHE   | CK APPROPRIATE BOXES TO INDICATE I   | NATURE OF NOTICE, REPORT   | , OR OTHER DATA                                    |
| TYPE OF SUBMISSION  |  | TYPE OF ACTION   |  |
| Kerr-McGee Oil & G<br>extension to this A   | ACIDIZE  | espectfully requests an ed. Please contact the nents. Thank you. | ·  |
|   |  |  | ~ · -  |
| NAME (PLEASE PRINT)<br>Gina Becker  | <b>PHONE NUMBER</b> 720 929-6086   | TITLE<br>Regulatory Analyst II                                   |  |
| SIGNATURE<br>N/A  |  | <b>DATE</b> 5/13/2011  |  |

Sundry Number: 15069 API Well Number: 43047381730000



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

# Request for Permit Extension Validation Well Number 43047381730000

**API:** 43047381730000 **Well Name:** FEDERAL 1021-240

Location: 0161 FSL 1821 FEL QTR SWSE SEC 24 TWNP 100S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued: 6/7/2006** 

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

| <ul> <li>If located on private land, has the ownership changed, if so, has the surface agreement been<br/>updated?  Yes No</li> </ul>  |
|--|
| <ul> <li>Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or<br/>siting requirements for this location?</li> <li>Yes</li> <li>No</li> </ul>                           |
| <ul> <li>Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?</li> <li>Yes</li> <li>No</li> </ul>   |
| <ul> <li>Have there been any changes to the access route including ownership, or rightof- way, which could<br/>affect the proposed location?</li> <li>Yes</li> <li>No</li> </ul>                                     |
| • Has the approved source of water for drilling changed?   Yes  No   |
| <ul> <li>Have there been any physical changes to the surface location or access route which will require a<br/>change in plans from what was discussed at the onsite evaluation?</li> <li>Yes</li> <li>No</li> </ul> |
| • Is bonding still in place, which covers this proposed well?   Yes   No   |
|  |

**Signature:** Gina Becker **Date:** 5/13/2011

Title: Regulatory Analyst II Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.

# United States Department of the Interior



#### BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/ut/st/en/fo/vernal.html



APR 1 3 2012

IN REPLY REFER TO: 3160 (UTG011)

Julie Jacobson Anadarko Petroleum Corporation Kerr McGee Oil & Gas Onshore LP 1099 18th Street, Suite 600 Denver, CO 80202

Re:

Notice of Expiration

Well No. Federal 1021-240 SWSE, Sec. 24, T10S, R21E Uintah County, Utah

Lease No. UTU-01393-D

Dear Ms. Jacobson:

The Application for Permit to Drill (APD) for the above-referenced well was approved on November 5, 2007. A Sundry Notice requesting a one (1) year extension of the original APD was received on October 31, 2008. The request was reviewed and the Sundry Notice was returned to operator because the Sundry was not needed at this time. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact Cindy Severson at (435) 781-4455.

Sincerely,

Jerry Kenczka

Assistant Field Manager

Lands & Mineral Resources RECEIVED

MAY 0 2 2012

CC:

**UDOGM** 

Sundry Number: 26111 API Well Number: 43047381730000

|   | STATE OF UTAH DEPARTMENT OF NATURAL RESOUR   |                                       | FORM 9   |  |
|---|--|---------------------------------------|--|--|
|   | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-01393-D   |                                       |  |  |
| SUNDR   | RY NOTICES AND REPORTS   | ON WELLS                              | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME:            |  |
|   | oposals to drill new wells, significantly<br>reenter plugged wells, or to drill horizon<br>n for such proposals. |                                       | 7.UNIT or CA AGREEMENT NAME:<br>NATURAL BUTTES   |  |
| 1. TYPE OF WELL<br>Gas Well   |  |                                       | 8. WELL NAME and NUMBER:<br>FEDERAL 1021-240     |  |
| 2. NAME OF OPERATOR:<br>KERR-MCGEE OIL & GAS ON   | NSHORE, L.P.   |                                       | 9. API NUMBER:<br>43047381730000                 |  |
| 3. ADDRESS OF OPERATOR:<br>P.O. Box 173779 1099 18tl  | h Street, Suite 600, Denver, CO, 8021  | <b>PHONE NUMBER:</b> 17 3779 720 929- | 9. FIELD and POOL or WILDCAT:<br>5NATERAL BUTTES |  |
| 4. LOCATION OF WELL<br>FOOTAGES AT SURFACE:<br>0161 FSL 1821 FEL  |  |                                       | COUNTY:<br>UINTAH                                |  |
| QTR/QTR, SECTION, TOWNSH  | HIP, RANGE, MERIDIAN:<br>24 Township: 10.0S Range: 21.0E Merio   | dian: S                               | STATE:<br>UTAH                                   |  |
| 11. CHEC  | K APPROPRIATE BOXES TO INDICA  | ATE NATURE OF NOTICE, REPOR           | RT, OR OTHER DATA                                |  |
| TYPE OF SUBMISSION  |  | TYPE OF ACTION                        |  |  |
| 7   | ACIDIZE  | ALTER CASING                          | CASING REPAIR                                    |  |
| NOTICE OF INTENT Approximate date work will start:  | CHANGE TO PREVIOUS PLANS   | CHANGE TUBING                         | CHANGE WELL NAME                                 |  |
| 6/7/2012  | CHANGE WELL STATUS   | COMMINGLE PRODUCING FORMATIONS        | CONVERT WELL TYPE                                |  |
| SUBSEQUENT REPORT Date of Work Completion:  | DEEPEN DEEPEN  | FRACTURE TREAT                        | NEW CONSTRUCTION                                 |  |
| Date of Work Completion.  | OPERATOR CHANGE  | PLUG AND ABANDON                      | PLUG BACK  |  |
|   | PRODUCTION START OR RESUME   | RECLAMATION OF WELL SITE              | RECOMPLETE DIFFERENT FORMATION                   |  |
| SPUD REPORT Date of Spud:   | REPERFORATE CURRENT FORMATION  | SIDETRACK TO REPAIR WELL              | TEMPORARY ABANDON                                |  |
|   | TUBING REPAIR  | VENT OR FLARE                         | WATER DISPOSAL                                   |  |
| DRILLING REPORT   | WATER SHUTOFF  | SI TA STATUS EXTENSION                | ✓ APD EXTENSION                                  |  |
| Report Date:  | WILDCAT WELL DETERMINATION   | OTHER                                 | OTHER:   |  |
| 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you.  Approved by the Utah Division of Oil, Gas and Mining  Date:  June 04, 2012  By: |  |                                       |  |  |
| NAME (PLEASE PRINT) Jenn Hawkins  | <b>PHONE NUMB</b><br>720 929-6247  | BER TITLE Staff Operations Specialist | III  |  |
| SIGNATURE<br>N/A  |  | DATE<br>5/29/2012                     |  |  |

Sundry Number: 26111 API Well Number: 43047381730000



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047381730000

API: 43047381730000 Well Name: FEDERAL 1021-240

Location: 0161 FSL 1821 FEL QTR SWSE SEC 24 TWNP 100S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

**Date Original Permit Issued:** 6/7/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

| • If located on private land, has the ownership changed, if so, has the surface agreement been updated?  Yes  No   |
|--|
| <ul> <li>Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting<br/>requirements for this location?</li> <li>Yes</li> <li>No</li> </ul> |
| <ul> <li>Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?</li> <li>Yes</li> <li>No</li> </ul>                 |
| • Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? ( Yes ( No   |
| • Has the approved source of water for drilling changed?   Yes  No   |
| • Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?   Yes  No            |
| • Is bonding still in place, which covers this proposed well?   Yes   No   |
| nature: Jenn Hawkins Date: 5/29/2012   |

Sig

Title: Staff Operations Specialist III Representing: KERR-MCGEE OIL & GAS ONSHORE, L.P.



**GREG BELL** 

Lieutenant Governor

# State of Utah

#### DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

June 14, 2012

Jenn Hawkins Anadarko Petroleum Corporation 1099 18th Street, Ste. 1800 Denver, CO 80202

Re:

APDs Rescinded for Anadarko Petroleum Corporation

**Uintah County** 

Dear Ms. Hawkins:

Enclosed find the list of APDs that you requested to be rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective June 5, 2012.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

**Environmental Scientist** 

in Muson

cc:

Well File

Bureau of Land Management, Vernal



|   | 43-047-39314         | NBU 612-23E      |
|---|----------------------|------------------|
|   | 43-047-39317         | NBU 610-23E      |
|   | 43-047-39318         | NBU 609-23E      |
|   | <b>4</b> 3-047-38173 | FEDERAL 1021-24O |
| • | 43-047-40121         | HATCH 923-14K    |
|   | 43-047-40122         | HATCH 923-24C    |
|   | 43-047-40123         | HATCH 923-24E    |
|   | 43-047-38315         | BONANZA 1023-15G |
|   | 43-047-39418         | NBU 441-12E      |
|   | 43-047-50519         | HATCH 923-14M    |
|   | 43-047-37031         | BONANZA 1023-14E |
|   | 43-047-38746         | LOVE 1121-8B     |
|   | 43-047-39797         | NBU 606-35E      |
|   | 43-047-39855         | NBU 659-01E      |
|   | 43-047-39857         | NBU 440-01E      |
|   | 43-047-39859         | NBU 652-06E      |
|   | 43-047-38925         | NBU 1022-15N     |
|   | 43-047-39868         | NBU 656-01E      |
|   |                      |                  |